

Company Registration No. 247772  
Charity Registration No. 232670

## The Community of the Resurrection

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

### Trustees' Report and Audited Financial Statements

For the year ended 31st August 2009

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Trustees: George Paul Alfred Guiver  
Aidan Anthony Mayoss  
Peter George Allan  
Thomas Christopher John Seville  
Oswin Philip Gartside

Secretary/Bursar: Ruth Frances Lindsey

Company Registration Number: 247772

Charity Registration Number: 232670

Registered Office: The House of the Resurrection  
Stocks Bank Road  
Mirfield  
West Yorkshire  
WF14 0BN

Auditors: Forrest Burlinson  
20 Owl Lane  
Dewsbury  
WF12 7RQ

Bankers: HSBC plc  
Market Place  
Dewsbury  
WF13 1DH

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

Investment Brokers: Brewin Dolphin Securities  
12 Smithfield Street  
London  
EC1A 9BD

The trustees' present their annual report and the independently audited financial statements for the year ended 31st August 2009.

The Community was founded in 1892, to act as an Association of Christians who desire to follow the Gospel life after the pattern of those recorded in the Acts of the Apostles of whom it is said that 'they continued steadfastly in the Apostles' teaching and in the fellowship, in the breaking of the bread and in the prayers and the company of those who believed were of one heart and one soul, and no one said that any of these things which he possessed was his own, but they have everything in common.'

Members of the Community of the Resurrection follow a daily routine of prayer and worship. The Community undertakes charitable work at home and overseas, this includes pastoral, evangelistic, literary, educational and other charitable works for the advancement of religion. The Community also makes grants and gives support to others engaged in similar activities.

The Community also has the support of an organisation of non-monastic affiliates called the Companions of the Resurrection.

### **Objects**

The Objects of the Charity are for the public benefit:

- the advancement of religion
- the advancement of religious education
- the advancement of such other charitable purposes beneficial to the community.

### **The Frere Educational Trust (the College of the Resurrection) and others**

The Frere Educational Trust is a subsidiary company of the Community, being a company limited by guarantee and not having a share capital. The Trust has one member, the Community of the Resurrection. The principal activity of the Trust is the work of the College of the Resurrection, which is committed to theological education and, particularly, the formation of candidates for ordination in the Church of England.

The Trustees of the Frere Educational Trust have been granted responsibility for the use of the Frere Fund (a restricted fund) by the Community. The College is permitted to use designated buildings belonging to the Community on a rent and rates free basis. Expenditure on the upkeep of these buildings and various other costs incurred by the Community on behalf of the Frere Educational Trust are recharged at cost and not specifically identified within the financial statements. Further details of transactions between the Community and the Frere Educational Trust are given in the notes to the consolidated financial statements which will be submitted to the Annual General Meeting for approval.

The Community also has links with the Yorkshire Ministry Course (registered charity 1067982), whose objectives are the advancement of Christian religion by the promotion of theological education and training. Some of this charity's work is done at and in partnership with the Community's Mirfield Centre. The Mirfield Centre also hosts the ecumenical Adult Education Project set up by the Community in 2005.

## **Structure, Governance and Management**

The Community is a company limited by guarantee and not having a share capital is governed by its Memorandum and Articles of Association.

The directors of the Company are its trustees for the purpose of charity law and throughout this report are referred to as the trustees. The trustees as Charity Trustees have control of the Community and its property and funds.

Each member undertakes to contribute to the assets of the Company towards the costs of dissolution and the liabilities incurred by the Community whilst he or she was a member.

The trustees named on page 1 have served throughout the year except where indicated.

The Community is administered by the Trustees, who meet regularly to consider all matters in accordance with the Community's objectives and policies.

A long established committee system is also in operation designed to oversee all aspects of the Community's objectives, (including grants and scholarships), subject to the approval of General Chapter and the trustees. Lay staff assist Brethren in the running of the Community.

The Community recognizes that it has a responsibility to provide guidance and assist new trustees in fulfilling their duties and responsibilities, this is done in accordance with Charity Commission guidance. New trustees are given appropriate Charity Commission publications and new trustees are only encouraged from the Community of the Resurrection members who have sufficient experience.

## **Financial Control and Scrutiny**

Each year two members of the Community's Brethren are elected as Scrutineers. In this role they analyse the accounts (clarifying issues as necessary) and attach a report of their findings to the accounts presented at the Annual General Meeting.

The Community is also subject to a quinquennial Visitation by the Community Visitor, a Church of England Bishop, this results in a report covering all aspects of the Community's activities, including financial procedures.

As well as having professional advisors in finance, architectural, building and maintenance services, legal and employment matters, the Community receives updates from Church bodies and by virtue of membership of the Association of Provincial Bursars.

The Community has an Investment Committee in London, organised by its stockbrokers. Meetings are held approximately every two months to determine investment policy and assess portfolio performance. Membership includes individuals with relevant experience and qualifications. A valuation of the Community's investments together with a report on the performance of the portfolio and a review of the markets and outlook for national and global economies is required by the Trustees every six months.

A Finance Manual for the Community was approved by the Trustees in July 2007. This sets out the key policies, procedures and processes for the conduct of financial affairs.

## Key Policies

*Reserves policy* - To maintain the capital of each fund, as detailed in the financial statements, in order to generate income which is used to support the objectives of the Community.

*Investment policy* - Investments are mainly held in the form of quoted investments, treasury stocks or bank accounts. The Trustees long term objective is to protect the real value of the Community's endowed capital and the income arising, whilst not incurring undue risk.  
The Trustees seek a medium risk profile with no set limits to the proportion of the portfolio which can be held in cash, UK Government securities, fixed interest securities or equity-based investments, with the notable exception that no one direct equity holding in any company may exceed 5% of the value of the total portfolios.

*Policy for making donations and grants* - The Community receives requests for charitable donations, as well as individual Brethren suggesting projects or organisations worthy of and needing financial support. Projects and organisations are considered on their merits and whether they would support the overall aims of the Community. Apart from small ecumenical scholarships, no grants are made to individuals and in practice grants are awarded for medical, educational or religious activities.

## Brothers' Capital and Income

When Brethren join the Community, the capital which they possess may be given to the Community to hold on trust on their behalf. Any such capital is invested in either quoted investments or treasury stocks in the name of the Brother. Any income generated from these investments is given by the Brethren to the Community to use as the Community sees fit. At the year end the Community held, on behalf of the Brethren, investments with a book value of £874,552 (2008: £793,974) and a market value of £1,680,264 (2008: £1,876,372). The documentation in respect of these investments is retained by the Community's stockbrokers, who manage them in a specific Nominee Account. The investments owned by individual Brethren at the year end included a total of £95,776 (2008: £12,849) cash held by the Community's stockbrokers. Income from Brothers' Capital during the period totalled £81,841 (2008: £90,645).

## Risk Management

From time to time the Trustees review the position of the Community and the risks it faces. As part of this review the Trustees put in place contingency plans to mitigate those risks, should they arise. Risks in key areas are identified and recorded in a risk register. A Risk Management and Disaster Recovery Plan has also been developed.

## **Staffing**

A significant proportion of the running of the Community is performed by the Trustees and other Brethren who do not receive any remuneration. Employees are consulted on issues of concern to them by means of consultative and staff meetings.

## **Achievements and performance**

The House of the Resurrection at Mirfield continues to attract visitors seeking an individual or group retreat. The volume of demand on the Community's resources continues.

The main preoccupation over the year has continued to be the buildings: producing detailed plans for the church refurbishment and the new monastery, on both of which permission (diocesan for the church, planning authority for the monastery) to go ahead with work is still awaited at the time of this report.

Work on getting the Church Appeal under way has been slow for a variety of technical reasons, but it has now reached a key moment in terms of expectation in raising the funds we require.

The Community continues to be fully engaged in its various works, and the use of the site overall continues to increase. A framework for the appointment of a Site Manager was outlined by our accountants in a preliminary Business Plan, the appointment is expected to be in place in the spring of 2010.

The Community decided to sell the Retreat House at Hemingford Grey in order to help fund the building of the new monastery, and it set up appropriate conditions for the staffing of the house to continue smoothly in the last year of its running, with arrangements for redundancy payments.

Activities continue to be organised abroad, especially in South Africa and above all in Zimbabwe. An appeal for funds for Zimbabwean projects is proving very successful, and the projects are overseen by twice-yearly visits.

With much difficulty the Community's remaining funds in South Africa were eventually sorted out with the bank and put to the support of the College of the Transfiguration in Grahamstown.

## **Future Developments**

Development plans for the whole Mirfield site have now gone beyond the outline stage, as we assess what will be the best way to take these forward. A Projects Committee has been set up to oversee all the building developments, whose membership includes outside financial expertise.

Much careful work has led to the reform and simplification of the Goodman Trust after many years in which suitable beneficiaries were very difficult to find. This has taken place following 31st August 2009.

Following a review of overall operations on the Mirfield site, the Trustees have agreed a wide range of policies over the year to govern the running of the Community's part of the site.

### **Financial review**

The charity's consolidated income for the year was £1,316,208. This is due to donations and guest income, legacies, income from investments, brethren pensions and the sale of religious literature, as well as income from the College of the Resurrection and the Mirfield Centre.

This represents an overall decrease of 18% in consolidated income compared to last year. This has arisen for various reasons, most particularly a 54% fall in legacies to the Community and a 13% decrease in income from the Community's investments. Whilst the Community's income from Organised Retreats, Guest Income and work done by brethren has risen 9%.

Total Community expenditure has risen by 13%. This includes significant expenditure on various professional fees to do with the refurbishment of the church and planning of the new monastery. Whilst various costs have increased, particularly heating and lighting, some costs have fallen such that excluding the aforementioned expenditure, overall remaining costs have fallen by 2%.

The Trustees report that a further £217,967 has been lost from the value of the charity's investments in the year, this follows the significant falls reported for 2008. The Trustees continue to be in close contact with the charity's investment advisors through the Investment Committee in London, during this difficult time for the financial markets.

### **Trustees' responsibilities in relation to the financial statements**

The Trustees are responsible for preparing the financial statements.

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the Community's incoming resources and application of resources during the year and of its financial position at the end of the year.

In preparing financial statements giving a true and fair view, the Trustees should follow best practice in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice and:

- a) select suitable accounting policies and apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- d) prepare the financial statements on a going concern basis unless it is appropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Community and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



**Statement of disclosure to the auditors**

At the date of the making of this report each of the Trustees, as set out on page 1, confirms the following statements:

- a) so far as each Trustee is aware, there is no relevant audit information of which the company's (the Community's) auditors are unaware; and
- b) each trustee has taken all steps that they ought to have taken as directors in order to make himself aware of any relevant information needed by the company's auditors and to establish that the company's auditors are aware of that information.

**Auditors**

In accordance with section 485 of the Companies Act 2006, a resolution proposing that Forrest Burlinson be reappointed as auditors of the company will be proposed at the forthcoming Annual General Meeting.

**Approval**

These accounts are prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

This report was approved by the trustees on 5 February 2010 and signed on their behalf by:

.....  
George Paul Alfred Guiver  
Trustee  
The Community of the Resurrection

.....  
Aidan Anthony Mayoss  
Trustee  
The Community of the Resurrection

	Note	Unrestricted Funds £	Restricted £	Endowment £	2009 £	2008 £ (restated)
<b>Incoming Resources</b>						
<i>Incoming resources from generated funds:</i>						
Voluntary income						
		214,239	42,487		<b>256,726</b>	291,362
		118,199			<b>118,199</b>	435,143
Investment income						
		204,146	10,462		<b>214,608</b>	231,006
		6,607	2,607		<b>9,214</b>	32,636
		81,841			<b>81,841</b>	90,645
<i>Incoming resources from charitable activities:</i>						
		342,587			<b>342,587</b>	326,421
		45,121			<b>45,121</b>	12,876
		16,381			<b>16,381</b>	14,741
		7,945			<b>7,945</b>	10,427
<i>Other incoming resources:</i>						
		4,106			<b>4,106</b>	3,218
		205,313			<b>205,313</b>	152,672
		14,167			<b>14,167</b>	4,590
		--			--	850
<b>Total Incoming Resources available for charitable activities</b>		<b>1,260,652</b>	<b>55,556</b>	--	<b>1,316,208</b>	1,606,587
<b>Resources expended</b>						
<b>Cost of generating funds</b>						
	3	221,753			<b>221,753</b>	214,610
	4	16,649			<b>16,649</b>	22,850
<b>Charitable activities</b>						
	5	7,227	38,140		<b>45,367</b>	34,786
	6	60,921			<b>60,921</b>	49,864
	7	11,175			<b>11,175</b>	23,724
	8	128,308			<b>128,308</b>	125,726
	9	22,537			<b>22,537</b>	34,188
	10	26,804			<b>26,804</b>	17,304
	11	1,135,504	216,882		<b>1,352,386</b>	1,072,672
<b>Total resources expended</b>		<b>1,630,878</b>	<b>255,022</b>	--	<b>1,885,900</b>	1,595,724
<b>Net Income for the year before transfers</b>	12	(370,226)	(199,466)	--	<b>(569,692)</b>	10,863
<b>Other recognised gains/losses</b>						
		(202,888)	(3,627)	140	<b>(206,375)</b>	67,940
		(219,821)	2,795	(941)	<b>(217,967)</b>	(703,778)
<b>Net movement in funds</b>	22	<b>(792,935)</b>	<b>(200,298)</b>	<b>(801)</b>	<b>(994,034)</b>	(624,975)
<b>Transfer of funds</b>	21, 22	--	(15,991)	15,991	--	--
Total funds at 1st September		8,845,498	430,248	27,393	<b>9,303,139</b>	9,928,114
<b>Total funds at 31st August</b>	2	<b>8,052,563</b>	<b>213,959</b>	<b>42,583</b>	<b>8,309,105</b>	9,303,139

All the above results relate to continuing activities.

There were no recognised gains or losses for the year ended 31st August 2009 or the year ended 31st August 2008 other than those included in the Consolidated Statement of Financial Activities.

	<b>2009</b>	2008
	<b>Total</b>	Total
	<b>£</b>	£
		(restated)
Total income from continuing operations	1,316,208	1,606,587
Total expenditure on continuing operations	(1,885,900)	(1,595,724)
<b>Net Income from continuing operations</b>	<b>(569,692)</b>	10,863
Gain/(Loss) on disposal of fixed asset investments	(206,375)	67,940
<b>Net Income for the year</b>	<b>(776,067)</b>	78,803

The summary income and expenditure account is derived from the statement of financial activities on page 10, which together with the notes to the financial statements on pages 15 to 33 provides full information on the movements during the year on all the funds of the Community.

	<b>2009</b>	2008
	<b>Total</b>	Total
	<b>£</b>	£
		(restated)
<b>Net income for the year</b>	<b>(776,067)</b>	78,803
Net unrealised losses on investment assets	(217,967)	(703,778)
<b>Total recognised gains and losses relating to the year</b>	<b>(994,034)</b>	(624,975)
Prior year adjustment	913,617	--
<b>Total recognised gains and losses since last annual report</b>	<b>(80,417)</b>	(624,975)

The Statement of Total Recognised Gains and Losses is derived from the statement of financial activities on page 10, which together with the notes to the financial statements on pages 15 to 33 provides full information on the movements during the year on all the funds of the Community.

	Note	Total 2009 £	Total 2008 £ (restated)
<b>Fixed Assets</b>			
Tangible fixed assets	15	4,307,649	4,408,353
Investments	16	3,633,008	4,341,370
		<b>7,940,657</b>	<b>8,749,723</b>
<b>Current Assets</b>			
Stock	17	11,584	8,527
Debtors	18	20,742	1,193
Cash at bank and in hand		425,154	649,084
		<b>457,480</b>	<b>658,804</b>
<b>Creditors: Amounts falling due within one year</b>	19	(89,032)	(105,388)
<b>Net Current Assets</b>		<b>368,448</b>	<b>553,416</b>
<b>Net Assets</b>		<b>8,309,105</b>	<b>9,303,139</b>

**The funds of the charity:**

**Unrestricted funds:**

General funds	20	1,853,149	4,936,628
Designated funds	20	6,199,414	3,908,870

<b>Restricted funds:</b>	21	213,959	430,248
<b>Endowment fund:</b>	22	42,583	27,393

<b>Total Funds</b>	22	<b>8,309,105</b>	<b>9,303,139</b>
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The notes on pages 15 to 33 form part of these accounts.

The financial statements were approved by the Board on 5 February 2010 and signed on their behalf by:

.....  
 George Paul Alfred Guiver  
 Trustee/Director  
 The Community of the Resurrection

	Note	Total 2009 £	Total 2008 £ (restated)
<b>Fixed Assets</b>			
Tangible fixed assets	15	4,296,552	4,398,446
Investments	16	3,611,586	4,320,519
		<b>7,908,138</b>	<b>8,718,965</b>
<b>Current Assets</b>			
Stock	17	11,584	8,527
Debtors	18	14,378	775
Cash at bank and in hand		310,132	500,606
		<b>336,094</b>	<b>509,908</b>
<b>Creditors: Amounts falling due within one year</b>	19	(66,819)	(83,920)
<b>Net Current Assets</b>		<b>269,275</b>	<b>425,988</b>
<b>Net Assets</b>		<b>8,177,413</b>	<b>9,144,953</b>
<b>The funds of the charity:</b>			
<b>Unrestricted funds:</b>			
General funds	23	1,829,573	4,886,558
Designated funds	23	6,091,298	3,800,754
<b>Restricted funds:</b>	24	213,959	430,248
<b>Endowment fund:</b>	25	42,583	27,393
<b>Total Funds</b>	25	<b>8,177,413</b>	<b>9,144,953</b>

The notes on pages 15 to 33 form part of these accounts.

The financial statements were approved by the Board on 5 February 2010 and signed on their behalf by:

.....  
 George Paul Alfred Guiver  
 Trustee/Director  
 The Community of the Resurrection

## **1 Accounting Policies**

### **1.1 Basis of preparation of accounts**

The financial statements are prepared in accordance with Statement of Recommended Practice: Accounting and Reporting by Charities (SORP 2005) issued in March 2005 and United Kingdom Generally Accepted Accounting Practice and the Companies Act 2006.

The accounts have been prepared in accordance with the historical cost convention except as modified for the revaluation of investments.

### **1.2 Company status and consolidation**

The Charity is a company limited by guarantee and having no share capital and a registered charity. The Trustees of the charity are as listed on page 1.

In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

These are consolidated accounts representing the accounts of the Community and its subsidiary company, the Frere Educational Trust, at 31st August 2009.

The results of the subsidiary company have been consolidated on a line by line basis.

The accounts of the subsidiary company are independently audited.

The Community has taken advantage of section 408 of the Companies Act 2006 and has not included its own income and expenditure account in these financial statements.

### **1.3 Funds structure**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

The Charity has restricted funds as detailed below.

### **1.4 Incoming resources**

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies apply to categories of income:

Donation of services and facilities: are included at the value to the charity where this can be quantified. No amounts are included in the financial statements for services donated by volunteers.

Legacies: entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. No value is included where the legacy is subject to a life interest held by another party.

Gifts in Kind: are included at valuation where their value is ascertainable and material.

Income from grants, board and lodgings is included in the period in which the charity is entitled to receipt.

### 1.5 Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category and include Value Added Tax.

Costs of Generating Funds: comprise the costs associated with attracting voluntary income.

Charitable Activities: comprise all costs identified as wholly or mainly attributable to achieving the charitable objects of the Charity, including the costs of disseminating information in support of charitable activities. These costs include staff costs, wholly or mainly attributable support costs and general overhead costs.

Governance Costs: comprise all costs identified as wholly or mainly attributable to ensuring the public accountability of the Charity and its compliance with regulation. These costs include external audit and trustee costs.

### 1.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at 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 below.

Depreciation is provided on the cost of tangible fixed assets, except freehold land, at rates calculated to write off the cost on a straight-line basis over their useful economic lives.

The rates used are as follows:

Freehold buildings	over 50 years, straight line on cost
Long leasehold buildings	over 50 years, straight line on cost
Fixtures and fittings	over between 4 and 20 years, straight line on cost

### 1.7 Change in accounting treatment - St. Francis House

Comparative figures have been restated to reflect a change in accounting treatment.

When adopting the SORP 2005, the Trustees considered whether all of the assets previously uncapitalised should be classified as heritage assets. The Community's retreat house at Hemingford Grey was classified as an heritage asset. Following the decision to put this property on the market, the Trustees now believe that this earlier decision was an incorrect application of the SORP 2005.

As a result, comparative figures for the year ended 31 August 2008 have been adjusted as follows:

	Surplus for	
	the year	Net Assets
	£	£
Effect of change in treatment of property (St. Francis House)	(19,100)	913,617

### 1.8 Investments

Investments are stated at market value. Realised and unrealised gains on investments are accounted for separately in the statement of financial activities.



**1.9 Stock**

Stock is valued at the lower of cost and estimated net realisable value.

**1.10 Taxation**

No corporation tax has been provided in these accounts because the trustees believe that the income and gains of the charity are within the exemption granted by Section 505 of the Income and Corporation Taxes Act 1988.

**1.11 Grants**

The Charity makes discretionary grants, these are accounted for on a paid basis.

**1.12 Pensions**

The Community also operates a defined contribution pension scheme with the Church of England Pensions Board and in the form of a stakeholder pension. Contributions are charged to the Statement of Financial Activities in the year to which the payment relates.

The Frere Educational Trust also participates in the Church of England Funded Pensions Scheme which is a defined benefit scheme but the company is not able to identify its share of the underlying assets and liabilities. The group has therefore taken advantage of the exemption permitted by FRS17 not to disclose the information required by that Accounting Standard, and as such the pension scheme is accounted for as a defined contribution scheme with contributions being charged against net incoming resources in the period in which contributions are due.

The Community also operates discretionary pensions for certain of its employees. 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. The cost of pensions made in this way in the year are disclosed within the wages and salaries note.

**1.13 Operating Leases**

Operating leases are charged to the statement of financial activities on a straight line basis over the period of the lease.

**2 Analysis of consolidated results between The Community of the Resurrection and The Frere Educational Trust**

	Community	Frere	Total
<b>Total Incoming Resources</b>	<b>981,464</b>	<b>464,153</b>	<b>1,445,617</b>
<b>Cost of generating funds</b>			
Cost of generating voluntary income	221,753		221,753
Investment management expenses	16,649		16,649
<b>Charitable activities</b>			
Grants payable	155,514		155,514
Supply of adult religious education	73,421		73,421
Sale of religious literature	11,175		11,175
Hemingford Grey Retreat House	128,308		128,308
Carrying out religious activities	22,537		22,537
<b>Governance costs</b>	23,964	2,840	26,804
<b>Other resources expended</b>	870,730	488,418	1,359,148
<b>Total resources expended</b>	<b>1,524,051</b>	<b>491,258</b>	<b>2,015,309</b>
	(542,587)	(27,105)	(569,692)
Grants to College of the Resurrection	87,909	(87,909)	--
Mirfield Centre rents	12,500	(12,500)	--
<b>Net incoming/(outgoing) resources</b>	<b>(442,178)</b>	<b>(127,514)</b>	<b>(569,692)</b>
Net realised losses on sale of investments	(205,948)	(427)	(206,375)
Net unrealised profit/(losses) on investment assets	(219,012)	1,045	(217,967)
<b>Net movement in funds</b>	<b>(867,138)</b>	<b>(126,896)</b>	<b>(994,034)</b>
<b>Balance Sheet</b>			
Fixed Assets	4,296,552	11,097	4,307,649
Investments	3,611,586	21,422	3,633,008
Current Assets	336,094	121,386	457,480
Creditors: amounts falling due within one year	(66,819)	(22,213)	(89,032)
Transfers between entities	100,403	(100,403)	--
<b>Net Assets</b>	<b>8,277,816</b>	<b>31,289</b>	<b>8,309,105</b>
Funds at 1st September 2008	9,144,954	158,185	9,303,139
Change in Net Assets	(867,138)	(126,896)	(994,034)
<b>Funds at 31st August 2009</b>	<b>8,277,816</b>	<b>31,289</b>	<b>8,309,105</b>

<b>3 Cost of Generating Voluntary Income</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Administration	4,241	3,724
Catering	64,524	61,554
Maintenance	99,761	115,375
Other staffing	33,977	33,957
Fundraising and Promotion	19,250	--
	<b>221,753</b>	<b>214,610</b>
<b>4 Investment management expenses</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Professional fees	16,649	22,850
	<b>16,649</b>	<b>22,850</b>
<b>5 Grants payable</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Bishop Simeon Trust	--	11,350
Work in Zimbabwe	38,140	19,963
Papua New Guinea Church	--	1,000
Walsingham Appeal	--	1,000
Diocesan Trust	--	810
Sponsor a Ugandan Pupil	--	518
Ecumenical Scholarships	3,270	--
Diocese of Europe	1,000	--
Diocese of Zululand	1,000	--
May Nabunya	708	--
Communitat Christu	598	--
Radicale charity donation	500	--
Other Grants of £100 or less	151	145
	<b>45,367</b>	<b>34,786</b>

<b>6 Supply of Adult Religious Education</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Catering	12,082	7,112
Management	31,654	30,337
Services and supplies	5,433	5,596
Staffing costs	11,752	6,819
	<b>60,921</b>	<b>49,864</b>
<b>7 Sale of Adult Religious Literature</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Services and supplies	11,175	23,724
	<b>11,175</b>	<b>23,724</b>
<b>8 Hemingford Grey Retreat House</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Staffing costs	73,410	69,424
Other overheads	54,898	56,302
	<b>128,308</b>	<b>125,726</b>
<b>9 Other Religious Activities</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Administration	2,545	2,235
Travel and subsistence	19,992	31,953
	<b>22,537</b>	<b>34,188</b>
<b>10 Governance Costs</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Administration	3,393	2,980
Professional Fees	10,206	--
Auditors' fees	13,205	14,324
	<b>26,804</b>	<b>17,304</b>

<b>11 Other Resources Expended</b>	<b>2009</b>	2008
	<b>Total</b>	Total
	<b>£</b>	£
		(restated)
Administration	60,963	56,008
Brethren's Support	55,598	44,933
Catering	63,427	61,554
Depreciation	124,798	122,109
Maintenance	122,578	63,169
Professional Fees	372,801	22,522
Property Improvement	441	--
Staffing Costs	296,899	348,370
Other Operating Expenses	254,881	354,007
	<b>1,352,386</b>	<b>1,072,672</b>

**12 Net incoming resources for the year**

Net income for the year is stated after charging:	<b>Total</b>	Total
	<b>2009</b>	2008
	<b>£</b>	£
Auditors' remuneration for audit services	13,205	14,324
Depreciation and loss on fixed asset disposals	124,798	103,009

**13 Employees**

The average monthly number of full time equivalent employees (including Trustees) employed by the Community:

	<b>2009</b>	2008
	<b>Total</b>	Total
Brethren (5 of whom are the company directors)	20	20
Administration and domestic support staff	17	19
	<b>37</b>	<b>39</b>

The cost in respect of administration and domestic support:

	<b>2009</b>	2008
	<b>Total</b>	Total
	<b>£</b>	£
Wages and salaries	489,517	457,141
Pension contributions	53,799	49,014
Pensions paid for former employees	6,917	11,647
Social security costs	35,914	33,690
	<u>586,147</u>	<u>551,492</u>

No remuneration was paid to any trustee in the year.

No employee has emoluments exceeding £60,000 in the year.

#### **14 Pension costs**

The Community operates 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.

The amount in respect of the year to 31st August 2009 totalled £6,917 (2008: £8,647). These costs are disclosed within the wages and salaries note.

The Community also operates a defined contribution pension scheme with the Church of England Pensions Board on a voluntary basis open to all members of its staff, whether full time or part time. These contributions are accounted for on a paid basis.

The costs for the year to 31st August 2009 were £18,971 (2008: £19,984). In addition, the Community paid £7,684 (2008: £7,487) to the Church of England Clergy Pension Scheme in respect of one member of staff.

The Frere Educational Trust also operates a money purchase defined contribution pension scheme in the form of a stakeholder pension. The costs during the year to 31st August 2009 were £8,621 (2008: £9,415).

#### **The Church of England Funded Pension Scheme**

The Frere Educational Trust participates in the Church of England Funded Pension Scheme and employs two members of the scheme out of a total membership of approximately 10,000 active members.

The Church of England Funded Pension Scheme is a defined benefit scheme but the Trust is unable to identify its share of the underlying assets and liabilities, each employee in the scheme pays a common contribution rate. The latest valuation of the Scheme was carried out as at 31st December 2006. There was a shortfall in the scheme of £141 million, with assets of £468 million and a funding target of £609 million, assessed using the following assumptions:

- An investment strategy of: a nil allocation to gilts for the next 10 years, increasing linearly to reach 30% after 20 years; and the balance of the assets in equities;
- Investment returns of 4.25% pa on gilts and 5.75% pa on equities;
- RPI inflation of 3.1% pa (and pension increases consistent with this);
- Increase in pensionable stipends of 4.6% pa; and
- Post-retirement mortality in accordance with the PA00 tables, adjusted so that members are assumed to be two years younger than they actually are, with allowance for future improvements according to the "medium cohort" projections, and subject to a minimum annual improvement in mortality rates of 1% for males and 0.5% for females.

For schemes such as the Church of England Funded Pension Scheme, paragraph 9(b) of FRS17 requires the Trust to account for pension costs on the basis of contributions actually payable to the scheme in the year. Following the results of the valuation, the Trust contribution rate increased from 33.8% to 39.8% of pensionable stipends with effect from 1st January 2007. The contribution rate was adjusted to 39.7% of pensionable stipends with effect from 1st April 2008 and has not been adjusted to the date of these accounts. The costs during the year to 31st August 2009 were £20,472 (2008: £14,476).

<b>15 Tangible Fixed Assets - Group</b>	<b>Freehold Land and Buildings</b>	<b>Fixtures and fittings</b>	<b>Motor Vehicles</b>	<b>Total</b>
	£	£	£	£
<b>Cost</b>				
At 1 <sup>st</sup> September 2008 (restated)	4,795,141	464,705	17,350	5,277,196
Additions	--	24,094		24,094
Disposals		(4,974)		(4,974)
At 31 <sup>st</sup> August 2009	4,795,141	483,825	17,350	5,296,316
<b>Depreciation</b>				
At 1 <sup>st</sup> September 2008 (restated)	676,592	177,901	14,350	868,843
Charge for the year	90,382	32,916	1,000	124,298
On disposals		(4,474)		(4,474)
At 31 <sup>st</sup> August 2009	766,974	206,343	15,350	988,667
<b>Net book value</b>				
At 31 <sup>st</sup> August 2009	4,028,167	277,482	2,000	4,307,649
At 31 <sup>st</sup> August 2008 (restated)	4,118,549	286,804	3,000	4,408,353

<b>Tangible Fixed Assets - Company</b>	<b>Freehold Land and Buildings £</b>	<b>Fixtures and fittings £</b>	<b>Total £</b>
<b>Cost</b>			
At 1 <sup>st</sup> September 2008 (restated)	4,795,141	413,971	5,209,112
Additions	--	18,998	18,998
Disposals			--
At 31 <sup>st</sup> August 2009	<u>4,795,141</u>	<u>432,969</u>	<u>5,228,110</u>
<b>Depreciation</b>			
At 1 <sup>st</sup> September 2008 (restated)	676,592	134,074	810,666
Charge for the year	90,382	30,510	120,892
On disposals			--
At 31 <sup>st</sup> August 2009	<u>766,974</u>	<u>164,584</u>	<u>931,558</u>
<b>Net book value</b>			
<b>At 31<sup>st</sup> August 2009</b>	<u><u>4,028,167</u></u>	<u><u>268,385</u></u>	<u><u>4,296,552</u></u>
At 31 <sup>st</sup> August 2008 (restated)	<u>4,118,549</u>	<u>279,897</u>	<u>4,398,446</u>

It is the policy of the Charity to capitalise all expenditure on fixed assets at purchase cost or at probate value if the asset was received by way of a legacy. When this policy was adopted the following freehold land and buildings comprising: the House of the Resurrection; staff house; retreat house; the Chapel; college buildings; two lodges; a quarry and approximately 19 acres of freehold land, all of which was acquired in 1902.

When adopting the SORP 2005, the Trustees considered whether all of the assets previously uncapitalised should be classified as heritage assets. The Trustees believe that the above mentioned assets were best classified as heritage assets as reliable cost information was not available and the cost involved in obtaining reliable valuations would far exceed any benefit that information would have given.

The Trustees have however insured the freehold buildings concerned and they consider that these valuations provide an indication of their value (excluding freehold land):

	<b>£</b>
The House of the Resurrection	9,126,662
The Church of the House of the Resurrection	8,294,224
The College buildings at the House of the Resurrection	11,331,379
	<u>28,752,265</u>



### Previously Uncapitalised assets

Certain previously uncapitalised assets are, however, not considered to be heritage assets and as a result were valued in July 2006 to provide a basis for inclusion in the accounts.

The following asset values are therefore included in the fixed asset costs shown above:

	£
Claire Cottage, Hemingford Grey	250,000
95a Stocksbank Road, Mirfield	160,000

### 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.

When adopting the SORP 2005, the Trustees considered this property should also be classified as an heritage asset. In 2009 the decision was taken to put this property on the market.

The Trustees now consider that this property should not have been classified as an heritage asset in 2006 and have adjusted the accounts accordingly.

The property has been valued by Knight Frank LLP as at 31st August 2009 at £955,000.

The Trustees consider this to be a reasonable basis for inclusion in the accounts.

### Worthing Property

In addition the Community owns a property in Worthing that was purchased in February 2006 for £159,950, this property is in the fixed asset costs shown above.

## 16 Investments - Group

	Quoted Investments £	Other Investments £	Total £
Market Value at 1 <sup>st</sup> September 2008	4,340,785	585	4,341,370
Additions	443,192		443,192
Disposals	(933,586)		(933,586)
Net unrealised investment loss	(217,968)		(217,968)
Market Value at 31 <sup>st</sup> August 2009	<u>3,632,423</u>	<u>585</u>	<u>3,633,008</u>
Historical cost	<u>3,464,207</u>	<u>585</u>	<u>3,464,792</u>
		<b>2009</b>	2008
<b>Sector analysis:</b>		<b>£</b>	<b>£</b>
Fixed interest		1,096,480	1,169,774
Listed equities		2,535,943	3,171,011
Other investments		585	585
		<u>3,633,008</u>	<u>4,341,370</u>

All investments are listed UK shares and securities.

### Investments - Company

	Quoted Investments £	Other Investments £	Total £
Market Value at 1 <sup>st</sup> September 2008	4,320,382	137	4,320,519
Additions	440,830	--	440,830
Disposals	(930,750)		(930,750)
Net unrealised investment loss	(219,013)		(219,013)
Market Value at 31 <sup>st</sup> August 2009	<u>3,611,449</u>	<u>137</u>	<u>3,611,586</u>
Historical cost	<u>3,444,273</u>	<u>137</u>	<u>3,444,410</u>

Sector analysis:	2009 £	2008 £
Fixed interest	1,096,480	1,169,774
Listed equities	2,514,969	3,150,608
Other investments	137	137
	<u>3,611,586</u>	<u>4,320,519</u>

All investments are listed UK securities.

### Investments held on trust

When Brethren join the Community, the capital they possess may be given to the Community to hold on trust on their behalf. Any such capital is invested in either quoted investments or treasury stocks in the name of the Brother. Any income generated from these investments is given by the Brethren individually to the Community to use as the Community decides. At the year end the Community held on trust on behalf of the Brethren, investments with a book value of £874,552 (2008: £793,974) and a market value of £1,680,264 (2008: £1,876,372).

17 Stock	2009 £	2008 £
Books and goods for resale	<u>11,584</u>	<u>8,527</u>

18 Debtors	Group		Company	
	Total 2009 £	Total 2008 £	Total 2009 £	Total 2008 £
Other debtors and prepayments	20,742	1,193	14,378	775
	<u>20,742</u>	<u>1,193</u>	<u>14,378</u>	<u>775</u>

**19 Creditors: Amounts falling due within one year**

	<b>Group</b>		<b>Company</b>	
	<b>Total 2009</b>	<b>Total 2008</b>	<b>Total 2009</b>	<b>Total 2008</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Other creditors and accruals	89,032	105,388	66,819	83,920
	<b>89,032</b>	<b>105,388</b>	<b>66,819</b>	<b>83,920</b>

**20 UNRESTRICTED FUNDS - Group**

	<b>At 31</b>	<b>Income</b>	<b>Expenditure</b>	<b>Other Gains</b>	<b>Transfers</b>	<b>At 31</b>
	<b>August 2008</b>					<b>August 2009</b>
	<b>£ (restated)</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Joint Fund</b>	5,008,582	631,581	(397,478)	(322,625)	(3,266,911)	1,653,149
<b>Designated Funds</b>						
Property (Buildings)	--	--	--	--	4,028,167	4,028,167
Staff pensions	200,000	--	--	--	--	200,000
Maintenance	650,000	--	--	--	(650,000)	--
Church improvements	69,553	--	--	--	(69,553)	--
Computers	8,578	--	--	--	(8,578)	--
<b>General Fund</b>	<b>(71,954)</b>	<b>429,220</b>	<b>(938,238)</b>	<b>--</b>	<b>780,972</b>	<b>200,000</b>
Capital Fund	642,332	--	--	(5,139)	(637,193)	--
Maintenance Fund	4,856	10,797	--	--	(15,653)	--
<b>Hemingford Grey Capital</b>	<b>647,188</b>	<b>10,797</b>	<b>--</b>	<b>(5,139)</b>	<b>(652,846)</b>	<b>--</b>
<b>Hemingford Grey Household</b>	<b>(23,859)</b>	<b>81,896</b>	<b>(128,306)</b>	<b>--</b>	<b>90,810</b>	<b>20,541</b>
<b>Mirfield Publications</b>	<b>30,195</b>	<b>16,381</b>	<b>(11,175)</b>	<b>--</b>	<b>--</b>	<b>35,401</b>
Grants Fund	2,683	14,815	--	2,737	3,048	23,283
Capital Fund	284,109	--	--	--	(284,109)	--
<b>SAFE Fund</b>	<b>286,792</b>	<b>14,815</b>	<b>--</b>	<b>2,737</b>	<b>(281,061)</b>	<b>23,283</b>
<b>Grant Allotments</b>	<b>300,000</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>300,000</b>
<b>Mirfield Centre</b>	<b>28,010</b>	<b>45,121</b>	<b>(73,934)</b>	<b>--</b>	<b>29,000</b>	<b>28,197</b>
<b>Frere Fund</b>	<b>1,709,429</b>	<b>30,840</b>	<b>(81,148)</b>	<b>(97,682)</b>	<b>--</b>	<b>1,561,439</b>
<b>CIR Fund</b>	<b>2,984</b>	<b>--</b>	<b>(598)</b>	<b>--</b>	<b>--</b>	<b>2,386</b>
<b>TOTAL UNRESTRICTED FUNDS</b>	<b>8,845,498</b>	<b>1,260,651</b>	<b>(1,630,877)</b>	<b>(422,709)</b>	<b>--</b>	<b>8,052,563</b>

**21 RESTRICTED RESERVES - Group**

	At 31 August 2008 £	Income £	Expenditure £	Other Gains £	Transfers £	At 31 August 2009 £
I S Farmer Bequest	98,431	--	--	--		98,431
Archdeacon FW Goodman Scholarship Fund	303,327	13,069	--	(832)	(15,991)	299,573
Zimbabwe Fund	28,490	34,727	(38,140)	--		25,077
Church Appeal Fund	--	7,760	(216,882)	--	--	(209,122)
<b>TOTAL RESTRICTED FUNDS</b>	<b>430,248</b>	<b>55,556</b>	<b>(255,022)</b>	<b>(832)</b>	<b>(15,991)</b>	<b>213,959</b>

**22 ENDOWMENT FUNDS - Group**

	At 31 August 2008 £	Income £	Expenditure £	Other Gains £	Transfers £	At 31 August 2009 £
Archdeacon FW Goodman Bequest Fund	27,393	--	--	(801)	15,991	42,583
<b>TOTAL FUNDS:</b>	<b>9,303,139</b>	<b>1,316,207</b>	<b>(1,885,899)</b>	<b>(424,342)</b>	<b>--</b>	<b>8,309,105</b>

**23 UNRESTRICTED FUNDS - COMPANY**

	At 31 August 2008 £ (restated)	Income £	Expenditure £	Other Gains £	Transfers £	At 31 August 2009 £
<b>Joint Fund</b>	4,958,512	267,838	(6,623)	(323,243)	(3,266,911)	1,629,573
<b>Designated Funds:</b>						
Property (Buildings)	--	--	--	--	4,028,167	4,028,167
Staff pensions	200,000	--	--	--		200,000
Maintenance	650,000	--	--	--	(650,000)	--
Church improvements	69,553	--	--	--	(69,553)	--
Computers	8,578	--	--	--	(8,578)	--
<b>General Fund</b>	(71,954)	429,220	(938,238)	--	780,972	200,000
Capital Fund	642,332	--	--	(5,139)	(637,193)	--
Maintenance Fund	4,856	10,797	--	--	(15,653)	--
<b>Hemingford Grey Capital</b>	647,188	10,797	--	(5,139)	(652,846)	--
<b>Hemingford Grey Household</b>	(23,859)	81,896	(128,306)	--	90,810	20,541
<b>Mirfield Publications</b>	30,195	16,381	(11,175)	--		35,401
Grants Fund	2,683	14,815	--	2,737	3,048	23,283
Capital Fund	284,109	--	--	--	(284,109)	--
<b>SAFE Fund</b>	286,792	14,815	--	2,737	(281,061)	23,283
<b>Grant Allotments</b>	300,000	--	--	--		300,000
<b>Mirfield Centre</b>	28,011	45,121	(73,934)	--	29,000	28,198
<b>Frere Fund</b>	1,601,312	30,840	(81,148)	(97,682)		1,453,322
<b>CIR Fund</b>	2,984	--	(598)	--		2,386
<b>TOTAL UNRESTRICTED FUNDS</b>	<b>8,687,312</b>	<b>896,908</b>	<b>(1,240,022)</b>	<b>(423,327)</b>	--	<b>7,920,871</b>

**24 RESTRICTED RESERVES - Company**

	At 31 August 2008 £	Income £	Expenditure £	Other Gains £	Transfers £	At 31 August 2009 £
I S Farmer Bequest	98,431	--	--	--		98,431
Archdeacon FW Goodman Scholarship Fund	303,327	13,069	--	(832)	(15,991)	299,573
Zimbabwe Fund	28,490	34,727	(38,140)	--		25,077
Church Appeal Fund	--	7,760	(216,882)	--		(209,122)
<b>TOTAL RESTRICTED FUNDS</b>	<b>430,248</b>	<b>55,556</b>	<b>(255,022)</b>	<b>(832)</b>	<b>(15,991)</b>	<b>213,959</b>

**25 ENDOWMENT FUNDS - Company**

	At 31 August 2008 £	Income £	Expenditure £	Other Gains £	Transfers £	At 31 August 2009 £
Archdeacon FW Goodman Bequest Fund	27,393	--	--	(801)	15,991	42,583
<b>TOTAL FUNDS:</b>	<b>9,144,953</b>	<b>952,464</b>	<b>(1,495,044)</b>	<b>(424,960)</b>	<b>--</b>	<b>8,177,413</b>

## **UNRESTRICTED FUNDS**

### **The Joint Fund**

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

### **Designated Funds**

#### **The Property (Buildings) Fund**

This fund represents the bricks and mortar included at the balance sheet value.

#### **The Staff Pensions Fund**

This fund provides a reserve to meet the Community's commitments to pay pensions to ex-employees. As explained under the note regarding pensions.

#### **The Maintenance, Church Improvements and Computers Funds**

It has been decided that due to current patterns of expenditure and the plans for renovation of the Church that the amounts represented by these funds are no longer relevant and so have been taken back into the Joint Fund.

#### **The General Fund**

The General Fund is used for the running expenses of the House of the Resurrection at Mirfield. Any deficit on this fund is covered by grants from the Joint Fund and an amount agreed against expected net expenditure for the coming year.

#### **The Hemingford Grey Funds**

The Capital Fund was maintained for capital projects at the retreat house at Hemingford Grey. The Household Fund is used for the running expenses of the retreat house. Following the difficult decisions taken as detailed in the Trustees Annual Report the Capital Fund is no longer required. The Household Fund has however been retained as a reserve against the costs that will be incurred in the coming year.

#### **Mirfield Publications**

This fund is for the operation of the bookstall at Mirfield.

#### **The SAFE Fund**

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

#### **Mirfield Centre**

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

**The Frere Fund**

This fund comprises the present assets formerly owned by the College of the Resurrection, now The Frere Educational Trust. The purpose of this designated fund is to support the educational work sponsored by the Community and especially theological education and ministerial formation. The Trustees of The Frere Educational Trust administer the fund.

**RESTRICTED AND ENDOWMENT FUNDS**

**The Archdeacon Goodman Funds**

The funds are split between restricted funds and endowment funds. The Goodman Bequest fund is an endowment fund. In March 2009 these were legally amended to allow a wider use of the funds for the promotion and encouragement of medical mission work overseas.

As a result of the changes a new amount was agreed on the endowment fund requiring a transfer on the accounts from the restricted fund to the endowment fund as shown above.

**The I S Farmer Bequest**

These funds were received by way of legacy. The terms of which are that these funds are to be used for educational work in South Africa in which the Community is involved.

**The Church Appeal Fund**

This fund was launched in 2009 in order to raise funds for the refurbishment of the Church of the Resurrection in Mirfield. As the fund was launched in August 2009 considerable expenditure has already been incurred, so the fund is in deficit as at 31st August 2009.

**26 Analysis of Net Assets Between Funds - Group**

	General Funds £	Designated Funds £	Restricted Funds £	Endowment Funds £	Total £
Tangible fixed assets	2,287,462	2,020,187			4,307,649
Investments	2,257,562	1,157,322	192,121	26,003	3,633,008
Current assets	(2,634,474)	3,053,536	21,838	16,580	457,480
Current liabilities	(57,401)	(31,631)			(89,032)
	1,853,149	6,199,414	213,959	42,583	8,309,105



## **27 Related Party Transactions**

The Trustees of the Community are all members of the Company, which is a company limited by guarantee having no share capital, and are all Brethren of the Community, having their welfare funded by the Community.

Any capital which the Brethren possess is held on trust by the Community and any income generated by this capital is given to the Community and included within the General Fund, which is an unrestricted fund. State and Clergy pensions to which the Brethren are entitled are also given to the Community and included within the General Fund. Income received from the Brethren is identified separately in the accounts and noted above.

The Community is the only member of the The Frere Educational Trust, a company limited by guarantee having no share capital, the Trustees of which are all Brethren of the Community. Some of the Brethren of the Community are involved in teaching activities at the College of the Resurrection which is operated by The Frere Educational Trust.

The College of the Resurrection operates from buildings owned by the Community, the use of which is on a rent free basis. The Frere Educational Trust meets the day to day running costs of these buildings.

Some of the expenditure of the College is incurred by the Community and recharged to the College on the basis of cost. In respect of these expenses no balance was due to/from the College as at 31st August 2009.

During the year grants were made to the College to assist its operational, pastoral and staffing costs of £53,667 (2008: £53,835).

The Community received a legacy from the will of Bishop Roger Alban Marson Genders of £29,569, Mrs. R. F. Lindsey (as Bursar to the Community) acted as executor to the will.

Company Registration No. 247772  
Charity Registration No. 232670

## The Community of the Resurrection

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

### Trustees' Report and Audited Financial Statements

For the year ended 31st August 2009

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Trustees: George Paul Alfred Guiver  
Aidan Anthony Mayoss  
Peter George Allan  
Thomas Christopher John Seville  
Oswin Philip Gartside

Secretary/Bursar: Ruth Frances Lindsey

Company Registration Number: 247772

Charity Registration Number: 232670

Registered Office: The House of the Resurrection  
Stocks Bank Road  
Mirfield  
West Yorkshire  
WF14 0BN

Auditors: Forrest Burlinson  
20 Owl Lane  
Dewsbury  
WF12 7RQ

Bankers: HSBC plc  
Market Place  
Dewsbury  
WF13 1DH

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

Investment Brokers: Brewin Dolphin Securities  
12 Smithfield Street  
London  
EC1A 9BD

The trustees' present their annual report and the independently audited financial statements for the year ended 31st August 2009.

The Community was founded in 1892, to act as an Association of Christians who desire to follow the Gospel life after the pattern of those recorded in the Acts of the Apostles of whom it is said that 'they continued steadfastly in the Apostles' teaching and in the fellowship, in the breaking of the bread and in the prayers and the company of those who believed were of one heart and one soul, and no one said that any of these things which he possessed was his own, but they have everything in common.'

Members of the Community of the Resurrection follow a daily routine of prayer and worship. The Community undertakes charitable work at home and overseas, this includes pastoral, evangelistic, literary, educational and other charitable works for the advancement of religion. The Community also makes grants and gives support to others engaged in similar activities.

The Community also has the support of an organisation of non-monastic affiliates called the Companions of the Resurrection.

### **Objects**

The Objects of the Charity are for the public benefit:

- the advancement of religion
- the advancement of religious education
- the advancement of such other charitable purposes beneficial to the community.

### **The Frere Educational Trust (the College of the Resurrection) and others**

The Frere Educational Trust is a subsidiary company of the Community, being a company limited by guarantee and not having a share capital. The Trust has one member, the Community of the Resurrection. The principal activity of the Trust is the work of the College of the Resurrection, which is committed to theological education and, particularly, the formation of candidates for ordination in the Church of England.

The Trustees of the Frere Educational Trust have been granted responsibility for the use of the Frere Fund (a restricted fund) by the Community. The College is permitted to use designated buildings belonging to the Community on a rent and rates free basis. Expenditure on the upkeep of these buildings and various other costs incurred by the Community on behalf of the Frere Educational Trust are recharged at cost and not specifically identified within the financial statements. Further details of transactions between the Community and the Frere Educational Trust are given in the notes to the consolidated financial statements which will be submitted to the Annual General Meeting for approval.

The Community also has links with the Yorkshire Ministry Course (registered charity 1067982), whose objectives are the advancement of Christian religion by the promotion of theological education and training. Some of this charity's work is done at and in partnership with the Community's Mirfield Centre. The Mirfield Centre also hosts the ecumenical Adult Education Project set up by the Community in 2005.

## **Structure, Governance and Management**

The Community is a company limited by guarantee and not having a share capital is governed by its Memorandum and Articles of Association.

The directors of the Company are its trustees for the purpose of charity law and throughout this report are referred to as the trustees. The trustees as Charity Trustees have control of the Community and its property and funds.

Each member undertakes to contribute to the assets of the Company towards the costs of dissolution and the liabilities incurred by the Community whilst he or she was a member.

The trustees named on page 1 have served throughout the year except where indicated.

The Community is administered by the Trustees, who meet regularly to consider all matters in accordance with the Community's objectives and policies.

A long established committee system is also in operation designed to oversee all aspects of the Community's objectives, (including grants and scholarships), subject to the approval of General Chapter and the trustees. Lay staff assist Brethren in the running of the Community.

The Community recognizes that it has a responsibility to provide guidance and assist new trustees in fulfilling their duties and responsibilities, this is done in accordance with Charity Commission guidance. New trustees are given appropriate Charity Commission publications and new trustees are only encouraged from the Community of the Resurrection members who have sufficient experience.

## **Financial Control and Scrutiny**

Each year two members of the Community's Brethren are elected as Scrutineers. In this role they analyse the accounts (clarifying issues as necessary) and attach a report of their findings to the accounts presented at the Annual General Meeting.

The Community is also subject to a quinquennial Visitation by the Community Visitor, a Church of England Bishop, this results in a report covering all aspects of the Community's activities, including financial procedures.

As well as having professional advisors in finance, architectural, building and maintenance services, legal and employment matters, the Community receives updates from Church bodies and by virtue of membership of the Association of Provincial Bursars.

The Community has an Investment Committee in London, organised by its stockbrokers. Meetings are held approximately every two months to determine investment policy and assess portfolio performance. Membership includes individuals with relevant experience and qualifications. A valuation of the Community's investments together with a report on the performance of the portfolio and a review of the markets and outlook for national and global economies is required by the Trustees every six months.

A Finance Manual for the Community was approved by the Trustees in July 2007. This sets out the key policies, procedures and processes for the conduct of financial affairs.

## Key Policies

*Reserves policy* - To maintain the capital of each fund, as detailed in the financial statements, in order to generate income which is used to support the objectives of the Community.

*Investment policy* - Investments are mainly held in the form of quoted investments, treasury stocks or bank accounts. The Trustees long term objective is to protect the real value of the Community's endowed capital and the income arising, whilst not incurring undue risk.  
The Trustees seek a medium risk profile with no set limits to the proportion of the portfolio which can be held in cash, UK Government securities, fixed interest securities or equity-based investments, with the notable exception that no one direct equity holding in any company may exceed 5% of the value of the total portfolios.

*Policy for making donations and grants* - The Community receives requests for charitable donations, as well as individual Brethren suggesting projects or organisations worthy of and needing financial support. Projects and organisations are considered on their merits and whether they would support the overall aims of the Community. Apart from small ecumenical scholarships, no grants are made to individuals and in practice grants are awarded for medical, educational or religious activities.

## Brothers' Capital and Income

When Brethren join the Community, the capital which they possess may be given to the Community to hold on trust on their behalf. Any such capital is invested in either quoted investments or treasury stocks in the name of the Brother. Any income generated from these investments is given by the Brethren to the Community to use as the Community sees fit. At the year end the Community held, on behalf of the Brethren, investments with a book value of £874,552 (2008: £793,974) and a market value of £1,680,264 (2008: £1,876,372). The documentation in respect of these investments is retained by the Community's stockbrokers, who manage them in a specific Nominee Account. The investments owned by individual Brethren at the year end included a total of £95,776 (2008: £12,849) cash held by the Community's stockbrokers. Income from Brothers' Capital during the period totalled £81,841 (2008: £90,645).

## Risk Management

From time to time the Trustees review the position of the Community and the risks it faces. As part of this review the Trustees put in place contingency plans to mitigate those risks, should they arise. Risks in key areas are identified and recorded in a risk register. A Risk Management and Disaster Recovery Plan has also been developed.

## **Staffing**

A significant proportion of the running of the Community is performed by the Trustees and other Brethren who do not receive any remuneration. Employees are consulted on issues of concern to them by means of consultative and staff meetings.

## **Achievements and performance**

The House of the Resurrection at Mirfield continues to attract visitors seeking an individual or group retreat. The volume of demand on the Community's resources continues.

The main preoccupation over the year has continued to be the buildings: producing detailed plans for the church refurbishment and the new monastery, on both of which permission (diocesan for the church, planning authority for the monastery) to go ahead with work is still awaited at the time of this report.

Work on getting the Church Appeal under way has been slow for a variety of technical reasons, but it has now reached a key moment in terms of expectation in raising the funds we require.

The Community continues to be fully engaged in its various works, and the use of the site overall continues to increase. A framework for the appointment of a Site Manager was outlined by our accountants in a preliminary Business Plan, the appointment is expected to be in place in the spring of 2010.

The Community decided to sell the Retreat House at Hemingford Grey in order to help fund the building of the new monastery, and it set up appropriate conditions for the staffing of the house to continue smoothly in the last year of its running, with arrangements for redundancy payments.

Activities continue to be organised abroad, especially in South Africa and above all in Zimbabwe. An appeal for funds for Zimbabwean projects is proving very successful, and the projects are overseen by twice-yearly visits.

With much difficulty the Community's remaining funds in South Africa were eventually sorted out with the bank and put to the support of the College of the Transfiguration in Grahamstown.

## **Future Developments**

Development plans for the whole Mirfield site have now gone beyond the outline stage, as we assess what will be the best way to take these forward. A Projects Committee has been set up to oversee all the building developments, whose membership includes outside financial expertise.

Much careful work has led to the reform and simplification of the Goodman Trust after many years in which suitable beneficiaries were very difficult to find. This has taken place following 31st August 2009.

Following a review of overall operations on the Mirfield site, the Trustees have agreed a wide range of policies over the year to govern the running of the Community's part of the site.



### **Financial review**

The charity's consolidated income for the year was £1,316,208. This is due to donations and guest income, legacies, income from investments, brethren pensions and the sale of religious literature, as well as income from the College of the Resurrection and the Mirfield Centre.

This represents an overall decrease of 18% in consolidated income compared to last year. This has arisen for various reasons, most particularly a 54% fall in legacies to the Community and a 13% decrease in income from the Community's investments. Whilst the Community's income from Organised Retreats, Guest Income and work done by brethren has risen 9%.

Total Community expenditure has risen by 13%. This includes significant expenditure on various professional fees to do with the refurbishment of the church and planning of the new monastery. Whilst various costs have increased, particularly heating and lighting, some costs have fallen such that excluding the aforementioned expenditure, overall remaining costs have fallen by 2%.

The Trustees report that a further £217,967 has been lost from the value of the charity's investments in the year, this follows the significant falls reported for 2008. The Trustees continue to be in close contact with the charity's investment advisors through the Investment Committee in London, during this difficult time for the financial markets.

### **Trustees' responsibilities in relation to the financial statements**

The Trustees are responsible for preparing the financial statements.

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the Community's incoming resources and application of resources during the year and of its financial position at the end of the year.

In preparing financial statements giving a true and fair view, the Trustees should follow best practice in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice and:

- a) select suitable accounting policies and apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- d) prepare the financial statements on a going concern basis unless it is appropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Community and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Statement of disclosure to the auditors**

At the date of the making of this report each of the Trustees, as set out on page 1, confirms the following statements:

- a) so far as each Trustee is aware, there is no relevant audit information of which the company's (the Community's) auditors are unaware; and
- b) each trustee has taken all steps that they ought to have taken as directors in order to make himself aware of any relevant information needed by the company's auditors and to establish that the company's auditors are aware of that information.

**Auditors**

In accordance with section 485 of the Companies Act 2006, a resolution proposing that Forrest Burlinson be reappointed as auditors of the company will be proposed at the forthcoming Annual General Meeting.

**Approval**

These accounts are prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

This report was approved by the trustees on 5 February 2010 and signed on their behalf by:

.....  
George Paul Alfred Guiver  
Trustee  
The Community of the Resurrection

.....  
Aidan Anthony Mayoss  
Trustee  
The Community of the Resurrection

	Note	Unrestricted Funds £	Restricted £	Endowment £	2009 £	2008 £ (restated)
<b>Incoming Resources</b>						
<i>Incoming resources from generated funds:</i>						
Voluntary income						
		214,239	42,487		<b>256,726</b>	291,362
		118,199			<b>118,199</b>	435,143
Investment income						
		204,146	10,462		<b>214,608</b>	231,006
		6,607	2,607		<b>9,214</b>	32,636
		81,841			<b>81,841</b>	90,645
<i>Incoming resources from charitable activities:</i>						
		342,587			<b>342,587</b>	326,421
		45,121			<b>45,121</b>	12,876
		16,381			<b>16,381</b>	14,741
		7,945			<b>7,945</b>	10,427
<i>Other incoming resources:</i>						
		4,106			<b>4,106</b>	3,218
		205,313			<b>205,313</b>	152,672
		14,167			<b>14,167</b>	4,590
		--			--	850
<b>Total Incoming Resources available for charitable activities</b>		<b>1,260,652</b>	<b>55,556</b>	--	<b>1,316,208</b>	1,606,587
<b>Resources expended</b>						
<b>Cost of generating funds</b>						
	3	221,753			<b>221,753</b>	214,610
	4	16,649			<b>16,649</b>	22,850
<b>Charitable activities</b>						
	5	7,227	38,140		<b>45,367</b>	34,786
	6	60,921			<b>60,921</b>	49,864
	7	11,175			<b>11,175</b>	23,724
	8	128,308			<b>128,308</b>	125,726
	9	22,537			<b>22,537</b>	34,188
	10	26,804			<b>26,804</b>	17,304
	11	1,135,504	216,882		<b>1,352,386</b>	1,072,672
<b>Total resources expended</b>		<b>1,630,878</b>	<b>255,022</b>	--	<b>1,885,900</b>	1,595,724
<b>Net Income for the year before transfers</b>	12	(370,226)	(199,466)	--	<b>(569,692)</b>	10,863
<b>Other recognised gains/losses</b>						
		(202,888)	(3,627)	140	<b>(206,375)</b>	67,940
		(219,821)	2,795	(941)	<b>(217,967)</b>	(703,778)
<b>Net movement in funds</b>	22	<b>(792,935)</b>	<b>(200,298)</b>	<b>(801)</b>	<b>(994,034)</b>	(624,975)
<b>Transfer of funds</b>	21, 22	--	(15,991)	15,991	--	--
Total funds at 1st September		8,845,498	430,248	27,393	<b>9,303,139</b>	9,928,114
<b>Total funds at 31st August</b>	2	<b>8,052,563</b>	<b>213,959</b>	<b>42,583</b>	<b>8,309,105</b>	9,303,139

All the above results relate to continuing activities.

There were no recognised gains or losses for the year ended 31st August 2009 or the year ended 31st August 2008 other than those included in the Consolidated Statement of Financial Activities.

	<b>2009</b>	2008
	<b>Total</b>	Total
	<b>£</b>	£
		(restated)
Total income from continuing operations	1,316,208	1,606,587
Total expenditure on continuing operations	(1,885,900)	(1,595,724)
<b>Net Income from continuing operations</b>	<b>(569,692)</b>	10,863
Gain/(Loss) on disposal of fixed asset investments	(206,375)	67,940
<b>Net Income for the year</b>	<b>(776,067)</b>	78,803

The summary income and expenditure account is derived from the statement of financial activities on page 10, which together with the notes to the financial statements on pages 15 to 33 provides full information on the movements during the year on all the funds of the Community.

	<b>2009</b>	2008
	<b>Total</b>	Total
	<b>£</b>	£
		(restated)
<b>Net income for the year</b>	<b>(776,067)</b>	78,803
Net unrealised losses on investment assets	(217,967)	(703,778)
<b>Total recognised gains and losses relating to the year</b>	<b>(994,034)</b>	(624,975)
Prior year adjustment	913,617	--
<b>Total recognised gains and losses since last annual report</b>	<b>(80,417)</b>	(624,975)

The Statement of Total Recognised Gains and Losses is derived from the statement of financial activities on page 10, which together with the notes to the financial statements on pages 15 to 33 provides full information on the movements during the year on all the funds of the Community.

	Note	Total 2009 £	Total 2008 £ (restated)
<b>Fixed Assets</b>			
Tangible fixed assets	15	4,307,649	4,408,353
Investments	16	3,633,008	4,341,370
		<u>7,940,657</u>	<u>8,749,723</u>
<b>Current Assets</b>			
Stock	17	11,584	8,527
Debtors	18	20,742	1,193
Cash at bank and in hand		425,154	649,084
		<u>457,480</u>	<u>658,804</u>
<b>Creditors: Amounts falling due within one year</b>	19	(89,032)	(105,388)
<b>Net Current Assets</b>		<u>368,448</u>	<u>553,416</u>
<b>Net Assets</b>		<u>8,309,105</u>	<u>9,303,139</u>
<b>The funds of the charity:</b>			
<b>Unrestricted funds:</b>			
General funds	20	1,853,149	4,936,628
Designated funds	20	6,199,414	3,908,870
<b>Restricted funds:</b>	21	213,959	430,248
<b>Endowment fund:</b>	22	42,583	27,393
<b>Total Funds</b>	22	<u>8,309,105</u>	<u>9,303,139</u>

The notes on pages 15 to 33 form part of these accounts.

The financial statements were approved by the Board on 5 February 2010 and signed on their behalf by:

.....  
 George Paul Alfred Guiver  
 Trustee/Director  
 The Community of the Resurrection

	Note	Total 2009 £	Total 2008 £ (restated)
<b>Fixed Assets</b>			
Tangible fixed assets	15	4,296,552	4,398,446
Investments	16	3,611,586	4,320,519
		<b>7,908,138</b>	<b>8,718,965</b>
<b>Current Assets</b>			
Stock	17	11,584	8,527
Debtors	18	14,378	775
Cash at bank and in hand		310,132	500,606
		<b>336,094</b>	<b>509,908</b>
<b>Creditors: Amounts falling due within one year</b>	19	(66,819)	(83,920)
<b>Net Current Assets</b>		<b>269,275</b>	<b>425,988</b>
<b>Net Assets</b>		<b>8,177,413</b>	<b>9,144,953</b>
<b>The funds of the charity:</b>			
<b>Unrestricted funds:</b>			
General funds	23	1,829,573	4,886,558
Designated funds	23	6,091,298	3,800,754
<b>Restricted funds:</b>	24	213,959	430,248
<b>Endowment fund:</b>	25	42,583	27,393
<b>Total Funds</b>	25	<b>8,177,413</b>	<b>9,144,953</b>

The notes on pages 15 to 33 form part of these accounts.

The financial statements were approved by the Board on 5 February 2010 and signed on their behalf by:

.....  
 George Paul Alfred Guiver  
 Trustee/Director  
 The Community of the Resurrection

## **1 Accounting Policies**

### **1.1 Basis of preparation of accounts**

The financial statements are prepared in accordance with Statement of Recommended Practice: Accounting and Reporting by Charities (SORP 2005) issued in March 2005 and United Kingdom Generally Accepted Accounting Practice and the Companies Act 2006.

The accounts have been prepared in accordance with the historical cost convention except as modified for the revaluation of investments.

### **1.2 Company status and consolidation**

The Charity is a company limited by guarantee and having no share capital and a registered charity. The Trustees of the charity are as listed on page 1.

In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

These are consolidated accounts representing the accounts of the Community and its subsidiary company, the Frere Educational Trust, at 31st August 2009.

The results of the subsidiary company have been consolidated on a line by line basis.

The accounts of the subsidiary company are independently audited.

The Community has taken advantage of section 408 of the Companies Act 2006 and has not included its own income and expenditure account in these financial statements.

### **1.3 Funds structure**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

The Charity has restricted funds as detailed below.

### **1.4 Incoming resources**

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies apply to categories of income:

Donation of services and facilities: are included at the value to the charity where this can be quantified. No amounts are included in the financial statements for services donated by volunteers.

Legacies: entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. No value is included where the legacy is subject to a life interest held by another party.

Gifts in Kind: are included at valuation where their value is ascertainable and material.

Income from grants, board and lodgings is included in the period in which the charity is entitled to receipt.



### 1.5 Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category and include Value Added Tax.

Costs of Generating Funds: comprise the costs associated with attracting voluntary income.

Charitable Activities: comprise all costs identified as wholly or mainly attributable to achieving the charitable objects of the Charity, including the costs of disseminating information in support of charitable activities. These costs include staff costs, wholly or mainly attributable support costs and general overhead costs.

Governance Costs: comprise all costs identified as wholly or mainly attributable to ensuring the public accountability of the Charity and its compliance with regulation. These costs include external audit and trustee costs.

### 1.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at 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 below.

Depreciation is provided on the cost of tangible fixed assets, except freehold land, at rates calculated to write off the cost on a straight-line basis over their useful economic lives.

The rates used are as follows:

Freehold buildings	over 50 years, straight line on cost
Long leasehold buildings	over 50 years, straight line on cost
Fixtures and fittings	over between 4 and 20 years, straight line on cost

### 1.7 Change in accounting treatment - St. Francis House

Comparative figures have been restated to reflect a change in accounting treatment.

When adopting the SORP 2005, the Trustees considered whether all of the assets previously uncapitalised should be classified as heritage assets. The Community's retreat house at Hemingford Grey was classified as an heritage asset. Following the decision to put this property on the market, the Trustees now believe that this earlier decision was an incorrect application of the SORP 2005.

As a result, comparative figures for the year ended 31 August 2008 have been adjusted as follows:

	Surplus for	
	the year	Net Assets
	£	£
Effect of change in treatment of property (St. Francis House)	(19,100)	913,617

### 1.8 Investments

Investments are stated at market value. Realised and unrealised gains on investments are accounted for separately in the statement of financial activities.

**1.9 Stock**

Stock is valued at the lower of cost and estimated net realisable value.

**1.10 Taxation**

No corporation tax has been provided in these accounts because the trustees believe that the income and gains of the charity are within the exemption granted by Section 505 of the Income and Corporation Taxes Act 1988.

**1.11 Grants**

The Charity makes discretionary grants, these are accounted for on a paid basis.

**1.12 Pensions**

The Community also operates a defined contribution pension scheme with the Church of England Pensions Board and in the form of a stakeholder pension. Contributions are charged to the Statement of Financial Activities in the year to which the payment relates.

The Frere Educational Trust also participates in the Church of England Funded Pensions Scheme which is a defined benefit scheme but the company is not able to identify its share of the underlying assets and liabilities. The group has therefore taken advantage of the exemption permitted by FRS17 not to disclose the information required by that Accounting Standard, and as such the pension scheme is accounted for as a defined contribution scheme with contributions being charged against net incoming resources in the period in which contributions are due.

The Community also operates discretionary pensions for certain of its employees. 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. The cost of pensions made in this way in the year are disclosed within the wages and salaries note.

**1.13 Operating Leases**

Operating leases are charged to the statement of financial activities on a straight line basis over the period of the lease.

**2 Analysis of consolidated results between The Community of the Resurrection and The Frere Educational Trust**

	Community	Frere	Total
<b>Total Incoming Resources</b>	<b>981,464</b>	<b>464,153</b>	<b>1,445,617</b>
<b>Cost of generating funds</b>			
Cost of generating voluntary income	221,753		221,753
Investment management expenses	16,649		16,649
<b>Charitable activities</b>			
Grants payable	155,514		155,514
Supply of adult religious education	73,421		73,421
Sale of religious literature	11,175		11,175
Hemingford Grey Retreat House	128,308		128,308
Carrying out religious activities	22,537		22,537
<b>Governance costs</b>	23,964	2,840	26,804
<b>Other resources expended</b>	870,730	488,418	1,359,148
<b>Total resources expended</b>	<b>1,524,051</b>	<b>491,258</b>	<b>2,015,309</b>
	(542,587)	(27,105)	(569,692)
Grants to College of the Resurrection	87,909	(87,909)	--
Mirfield Centre rents	12,500	(12,500)	--
<b>Net incoming/(outgoing) resources</b>	<b>(442,178)</b>	<b>(127,514)</b>	<b>(569,692)</b>
Net realised losses on sale of investments	(205,948)	(427)	(206,375)
Net unrealised profit/(losses) on investment assets	(219,012)	1,045	(217,967)
<b>Net movement in funds</b>	<b>(867,138)</b>	<b>(126,896)</b>	<b>(994,034)</b>
<b>Balance Sheet</b>			
Fixed Assets	4,296,552	11,097	4,307,649
Investments	3,611,586	21,422	3,633,008
Current Assets	336,094	121,386	457,480
Creditors: amounts falling due within one year	(66,819)	(22,213)	(89,032)
Transfers between entities	100,403	(100,403)	--
<b>Net Assets</b>	<b>8,277,816</b>	<b>31,289</b>	<b>8,309,105</b>
Funds at 1st September 2008	9,144,954	158,185	9,303,139
Change in Net Assets	(867,138)	(126,896)	(994,034)
<b>Funds at 31st August 2009</b>	<b>8,277,816</b>	<b>31,289</b>	<b>8,309,105</b>

<b>3 Cost of Generating Voluntary Income</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Administration	4,241	3,724
Catering	64,524	61,554
Maintenance	99,761	115,375
Other staffing	33,977	33,957
Fundraising and Promotion	19,250	--
	<b>221,753</b>	<b>214,610</b>
<b>4 Investment management expenses</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Professional fees	16,649	22,850
	<b>16,649</b>	<b>22,850</b>
<b>5 Grants payable</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Bishop Simeon Trust	--	11,350
Work in Zimbabwe	38,140	19,963
Papua New Guinea Church	--	1,000
Walsingham Appeal	--	1,000
Diocesan Trust	--	810
Sponsor a Ugandan Pupil	--	518
Ecumenical Scholarships	3,270	--
Diocese of Europe	1,000	--
Diocese of Zululand	1,000	--
May Nabunya	708	--
Communitat Christu	598	--
Radicale charity donation	500	--
Other Grants of £100 or less	151	145
	<b>45,367</b>	<b>34,786</b>

<b>6 Supply of Adult Religious Education</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Catering	12,082	7,112
Management	31,654	30,337
Services and supplies	5,433	5,596
Staffing costs	11,752	6,819
	<b>60,921</b>	<b>49,864</b>
<b>7 Sale of Adult Religious Literature</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Services and supplies	11,175	23,724
	<b>11,175</b>	<b>23,724</b>
<b>8 Hemingford Grey Retreat House</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Staffing costs	73,410	69,424
Other overheads	54,898	56,302
	<b>128,308</b>	<b>125,726</b>
<b>9 Other Religious Activities</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Administration	2,545	2,235
Travel and subsistence	19,992	31,953
	<b>22,537</b>	<b>34,188</b>
<b>10 Governance Costs</b>	<b>2009 Total £</b>	<b>2008 Total £</b>
Administration	3,393	2,980
Professional Fees	10,206	--
Auditors' fees	13,205	14,324
	<b>26,804</b>	<b>17,304</b>

<b>11 Other Resources Expended</b>	<b>2009</b>	2008
	<b>Total</b>	Total
	<b>£</b>	£
		(restated)
Administration	60,963	56,008
Brethren's Support	55,598	44,933
Catering	63,427	61,554
Depreciation	124,798	122,109
Maintenance	122,578	63,169
Professional Fees	372,801	22,522
Property Improvement	441	--
Staffing Costs	296,899	348,370
Other Operating Expenses	254,881	354,007
	<b>1,352,386</b>	<b>1,072,672</b>

**12 Net incoming resources for the year**

Net income for the year is stated after charging:	<b>Total</b>	Total
	<b>2009</b>	2008
	<b>£</b>	£
Auditors' remuneration for audit services	13,205	14,324
Depreciation and loss on fixed asset disposals	124,798	103,009

**13 Employees**

The average monthly number of full time equivalent employees (including Trustees) employed by the Community:

	<b>2009</b>	2008
	<b>Total</b>	Total
Brethren (5 of whom are the company directors)	20	20
Administration and domestic support staff	17	19
	<b>37</b>	<b>39</b>

The cost in respect of administration and domestic support:

	<b>2009</b>	2008
	<b>Total</b>	Total
	<b>£</b>	£
Wages and salaries	489,517	457,141
Pension contributions	53,799	49,014
Pensions paid for former employees	6,917	11,647
Social security costs	35,914	33,690
	<u>586,147</u>	<u>551,492</u>

No remuneration was paid to any trustee in the year.

No employee has emoluments exceeding £60,000 in the year.

#### **14 Pension costs**

The Community operates 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.

The amount in respect of the year to 31st August 2009 totalled £6,917 (2008: £8,647). These costs are disclosed within the wages and salaries note.

The Community also operates a defined contribution pension scheme with the Church of England Pensions Board on a voluntary basis open to all members of its staff, whether full time or part time. These contributions are accounted for on a paid basis.

The costs for the year to 31st August 2009 were £18,971 (2008: £19,984). In addition, the Community paid £7,684 (2008: £7,487) to the Church of England Clergy Pension Scheme in respect of one member of staff.

The Frere Educational Trust also operates a money purchase defined contribution pension scheme in the form of a stakeholder pension. The costs during the year to 31st August 2009 were £8,621 (2008: £9,415).

#### **The Church of England Funded Pension Scheme**

The Frere Educational Trust participates in the Church of England Funded Pension Scheme and employs two members of the scheme out of a total membership of approximately 10,000 active members.

The Church of England Funded Pension Scheme is a defined benefit scheme but the Trust is unable to identify its share of the underlying assets and liabilities, each employee in the scheme pays a common contribution rate. The latest valuation of the Scheme was carried out as at 31st December 2006. There was a shortfall in the scheme of £141 million, with assets of £468 million and a funding target of £609 million, assessed using the following assumptions:

- An investment strategy of: a nil allocation to gilts for the next 10 years, increasing linearly to reach 30% after 20 years; and the balance of the assets in equities;
- Investment returns of 4.25% pa on gilts and 5.75% pa on equities;
- RPI inflation of 3.1% pa (and pension increases consistent with this);
- Increase in pensionable stipends of 4.6% pa; and
- Post-retirement mortality in accordance with the PA00 tables, adjusted so that members are assumed to be two years younger than they actually are, with allowance for future improvements according to the "medium cohort" projections, and subject to a minimum annual improvement in mortality rates of 1% for males and 0.5% for females.

For schemes such as the Church of England Funded Pension Scheme, paragraph 9(b) of FRS17 requires the Trust to account for pension costs on the basis of contributions actually payable to the scheme in the year. Following the results of the valuation, the Trust contribution rate increased from 33.8% to 39.8% of pensionable stipends with effect from 1st January 2007. The contribution rate was adjusted to 39.7% of pensionable stipends with effect from 1st April 2008 and has not been adjusted to the date of these accounts. The costs during the year to 31st August 2009 were £20,472 (2008: £14,476).

<b>15 Tangible Fixed Assets - Group</b>	<b>Freehold Land and Buildings</b>	<b>Fixtures and fittings</b>	<b>Motor Vehicles</b>	<b>Total</b>
	£	£	£	£
<b>Cost</b>				
At 1 <sup>st</sup> September 2008 (restated)	4,795,141	464,705	17,350	5,277,196
Additions	--	24,094		24,094
Disposals		(4,974)		(4,974)
At 31 <sup>st</sup> August 2009	<u>4,795,141</u>	<u>483,825</u>	<u>17,350</u>	<u>5,296,316</u>
<b>Depreciation</b>				
At 1 <sup>st</sup> September 2008 (restated)	676,592	177,901	14,350	868,843
Charge for the year	90,382	32,916	1,000	124,298
On disposals		(4,474)		(4,474)
At 31 <sup>st</sup> August 2009	<u>766,974</u>	<u>206,343</u>	<u>15,350</u>	<u>988,667</u>
<b>Net book value</b>				
At 31 <sup>st</sup> August 2009	<u>4,028,167</u>	<u>277,482</u>	<u>2,000</u>	<u>4,307,649</u>
At 31 <sup>st</sup> August 2008 (restated)	<u>4,118,549</u>	<u>286,804</u>	<u>3,000</u>	<u>4,408,353</u>



<b>Tangible Fixed Assets - Company</b>	<b>Freehold Land and Buildings £</b>	<b>Fixtures and fittings £</b>	<b>Total £</b>
<b>Cost</b>			
At 1 <sup>st</sup> September 2008 (restated)	4,795,141	413,971	5,209,112
Additions	--	18,998	18,998
Disposals			--
At 31 <sup>st</sup> August 2009	<u>4,795,141</u>	<u>432,969</u>	<u>5,228,110</u>
<b>Depreciation</b>			
At 1 <sup>st</sup> September 2008 (restated)	676,592	134,074	810,666
Charge for the year	90,382	30,510	120,892
On disposals			--
At 31 <sup>st</sup> August 2009	<u>766,974</u>	<u>164,584</u>	<u>931,558</u>
<b>Net book value</b>			
<b>At 31<sup>st</sup> August 2009</b>	<u><u>4,028,167</u></u>	<u><u>268,385</u></u>	<u><u>4,296,552</u></u>
At 31 <sup>st</sup> August 2008 (restated)	<u>4,118,549</u>	<u>279,897</u>	<u>4,398,446</u>

It is the policy of the Charity to capitalise all expenditure on fixed assets at purchase cost or at probate value if the asset was received by way of a legacy. When this policy was adopted the following freehold land and buildings comprising: the House of the Resurrection; staff house; retreat house; the Chapel; college buildings; two lodges; a quarry and approximately 19 acres of freehold land, all of which was acquired in 1902.

When adopting the SORP 2005, the Trustees considered whether all of the assets previously uncapitalised should be classified as heritage assets. The Trustees believe that the above mentioned assets were best classified as heritage assets as reliable cost information was not available and the cost involved in obtaining reliable valuations would far exceed any benefit that information would have given.

The Trustees have however insured the freehold buildings concerned and they consider that these valuations provide an indication of their value (excluding freehold land):

	<b>£</b>
The House of the Resurrection	9,126,662
The Church of the House of the Resurrection	8,294,224
The College buildings at the House of the Resurrection	11,331,379
	<u>28,752,265</u>

### Previously Uncapitalised assets

Certain previously uncapitalised assets are, however, not considered to be heritage assets and as a result were valued in July 2006 to provide a basis for inclusion in the accounts.

The following asset values are therefore included in the fixed asset costs shown above:

	£
Claire Cottage, Hemingford Grey	250,000
95a Stocksbank Road, Mirfield	160,000

### 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.

When adopting the SORP 2005, the Trustees considered this property should also be classified as an heritage asset. In 2009 the decision was taken to put this property on the market.

The Trustees now consider that this property should not have been classified as an heritage asset in 2006 and have adjusted the accounts accordingly.

The property has been valued by Knight Frank LLP as at 31st August 2009 at £955,000.

The Trustees consider this to be a reasonable basis for inclusion in the accounts.

### Worthing Property

In addition the Community owns a property in Worthing that was purchased in February 2006 for £159,950, this property is in the fixed asset costs shown above.

## 16 Investments - Group

	Quoted Investments £	Other Investments £	Total £
Market Value at 1 <sup>st</sup> September 2008	4,340,785	585	4,341,370
Additions	443,192		443,192
Disposals	(933,586)		(933,586)
Net unrealised investment loss	(217,968)		(217,968)
Market Value at 31 <sup>st</sup> August 2009	<u>3,632,423</u>	<u>585</u>	<u>3,633,008</u>
Historical cost	<u>3,464,207</u>	<u>585</u>	<u>3,464,792</u>
		<b>2009</b>	2008
<b>Sector analysis:</b>		<b>£</b>	<b>£</b>
Fixed interest		1,096,480	1,169,774
Listed equities		2,535,943	3,171,011
Other investments		585	585
		<u>3,633,008</u>	<u>4,341,370</u>

All investments are listed UK shares and securities.

### Investments - Company

	Quoted Investments £	Other Investments £	Total £
Market Value at 1 <sup>st</sup> September 2008	4,320,382	137	4,320,519
Additions	440,830	--	440,830
Disposals	(930,750)		(930,750)
Net unrealised investment loss	(219,013)		(219,013)
Market Value at 31 <sup>st</sup> August 2009	<u>3,611,449</u>	<u>137</u>	<u>3,611,586</u>
Historical cost	<u>3,444,273</u>	<u>137</u>	<u>3,444,410</u>

Sector analysis:	2009 £	2008 £
Fixed interest	1,096,480	1,169,774
Listed equities	2,514,969	3,150,608
Other investments	137	137
	<u>3,611,586</u>	<u>4,320,519</u>

All investments are listed UK securities.

### Investments held on trust

When Brethren join the Community, the capital they possess may be given to the Community to hold on trust on their behalf. Any such capital is invested in either quoted investments or treasury stocks in the name of the Brother. Any income generated from these investments is given by the Brethren individually to the Community to use as the Community decides. At the year end the Community held on trust on behalf of the Brethren, investments with a book value of £874,552 (2008: £793,974) and a market value of £1,680,264 (2008: £1,876,372).

17 Stock	2009 £	2008 £
Books and goods for resale	<u>11,584</u>	<u>8,527</u>

18 Debtors	Group		Company	
	Total 2009 £	Total 2008 £	Total 2009 £	Total 2008 £
Other debtors and prepayments	20,742	1,193	14,378	775
	<u>20,742</u>	<u>1,193</u>	<u>14,378</u>	<u>775</u>

**19 Creditors: Amounts falling due within one year**

	<b>Group</b>		<b>Company</b>	
	<b>Total 2009</b>	<b>Total 2008</b>	<b>Total 2009</b>	<b>Total 2008</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Other creditors and accruals	89,032	105,388	66,819	83,920
	<b>89,032</b>	<b>105,388</b>	<b>66,819</b>	<b>83,920</b>

**20 UNRESTRICTED FUNDS - Group**

	<b>At 31</b>	<b>Income</b>	<b>Expenditure</b>	<b>Other Gains</b>	<b>Transfers</b>	<b>At 31</b>
	<b>August 2008</b>					<b>August 2009</b>
	<b>£ (restated)</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Joint Fund</b>	5,008,582	631,581	(397,478)	(322,625)	(3,266,911)	1,653,149
<b>Designated Funds</b>						
Property (Buildings)	--	--	--	--	4,028,167	4,028,167
Staff pensions	200,000	--	--	--	--	200,000
Maintenance	650,000	--	--	--	(650,000)	--
Church improvements	69,553	--	--	--	(69,553)	--
Computers	8,578	--	--	--	(8,578)	--
<b>General Fund</b>	<b>(71,954)</b>	<b>429,220</b>	<b>(938,238)</b>	<b>--</b>	<b>780,972</b>	<b>200,000</b>
Capital Fund	642,332	--	--	(5,139)	(637,193)	--
Maintenance Fund	4,856	10,797	--	--	(15,653)	--
<b>Hemingford Grey Capital</b>	<b>647,188</b>	<b>10,797</b>	<b>--</b>	<b>(5,139)</b>	<b>(652,846)</b>	<b>--</b>
<b>Hemingford Grey Household</b>	<b>(23,859)</b>	<b>81,896</b>	<b>(128,306)</b>	<b>--</b>	<b>90,810</b>	<b>20,541</b>
<b>Mirfield Publications</b>	<b>30,195</b>	<b>16,381</b>	<b>(11,175)</b>	<b>--</b>	<b>--</b>	<b>35,401</b>
Grants Fund	2,683	14,815	--	2,737	3,048	23,283
Capital Fund	284,109	--	--	--	(284,109)	--
<b>SAFE Fund</b>	<b>286,792</b>	<b>14,815</b>	<b>--</b>	<b>2,737</b>	<b>(281,061)</b>	<b>23,283</b>
<b>Grant Allotments</b>	<b>300,000</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>300,000</b>
<b>Mirfield Centre</b>	<b>28,010</b>	<b>45,121</b>	<b>(73,934)</b>	<b>--</b>	<b>29,000</b>	<b>28,197</b>
<b>Frere Fund</b>	<b>1,709,429</b>	<b>30,840</b>	<b>(81,148)</b>	<b>(97,682)</b>	<b>--</b>	<b>1,561,439</b>
<b>CIR Fund</b>	<b>2,984</b>	<b>--</b>	<b>(598)</b>	<b>--</b>	<b>--</b>	<b>2,386</b>
<b>TOTAL UNRESTRICTED FUNDS</b>	<b>8,845,498</b>	<b>1,260,651</b>	<b>(1,630,877)</b>	<b>(422,709)</b>	<b>--</b>	<b>8,052,563</b>

**21 RESTRICTED RESERVES - Group**

	At 31 August 2008 £	Income £	Expenditure £	Other Gains £	Transfers £	At 31 August 2009 £
I S Farmer Bequest	98,431	--	--	--		98,431
Archdeacon FW Goodman Scholarship Fund	303,327	13,069	--	(832)	(15,991)	299,573
Zimbabwe Fund	28,490	34,727	(38,140)	--		25,077
Church Appeal Fund	--	7,760	(216,882)	--	--	(209,122)
<b>TOTAL RESTRICTED FUNDS</b>	<b>430,248</b>	<b>55,556</b>	<b>(255,022)</b>	<b>(832)</b>	<b>(15,991)</b>	<b>213,959</b>

**22 ENDOWMENT FUNDS - Group**

	At 31 August 2008 £	Income £	Expenditure £	Other Gains £	Transfers £	At 31 August 2009 £
Archdeacon FW Goodman Bequest Fund	27,393	--	--	(801)	15,991	42,583
<b>TOTAL FUNDS:</b>	<b>9,303,139</b>	<b>1,316,207</b>	<b>(1,885,899)</b>	<b>(424,342)</b>	<b>--</b>	<b>8,309,105</b>

**23 UNRESTRICTED FUNDS - COMPANY**

	At 31 August 2008 £ (restated)	Income £	Expenditure £	Other Gains £	Transfers £	At 31 August 2009 £
<b>Joint Fund</b>	4,958,512	267,838	(6,623)	(323,243)	(3,266,911)	1,629,573
<b>Designated Funds:</b>						
Property (Buildings)	--	--	--	--	4,028,167	4,028,167
Staff pensions	200,000	--	--	--		200,000
Maintenance	650,000	--	--	--	(650,000)	--
Church improvements	69,553	--	--	--	(69,553)	--
Computers	8,578	--	--	--	(8,578)	--
<b>General Fund</b>	(71,954)	429,220	(938,238)	--	780,972	200,000
Capital Fund	642,332	--	--	(5,139)	(637,193)	--
Maintenance Fund	4,856	10,797	--	--	(15,653)	--
<b>Hemingford Grey Capital</b>	647,188	10,797	--	(5,139)	(652,846)	--
<b>Hemingford Grey Household</b>	(23,859)	81,896	(128,306)	--	90,810	20,541
<b>Mirfield Publications</b>	30,195	16,381	(11,175)	--		35,401
Grants Fund	2,683	14,815	--	2,737	3,048	23,283
Capital Fund	284,109	--	--	--	(284,109)	--
<b>SAFE Fund</b>	286,792	14,815	--	2,737	(281,061)	23,283
<b>Grant Allotments</b>	300,000	--	--	--		300,000
<b>Mirfield Centre</b>	28,011	45,121	(73,934)	--	29,000	28,198
<b>Frere Fund</b>	1,601,312	30,840	(81,148)	(97,682)		1,453,322
<b>CIR Fund</b>	2,984	--	(598)	--		2,386
<b>TOTAL UNRESTRICTED FUNDS</b>	<b>8,687,312</b>	<b>896,908</b>	<b>(1,240,022)</b>	<b>(423,327)</b>	--	<b>7,920,871</b>

**24 RESTRICTED RESERVES - Company**

	At 31 August 2008 £	Income £	Expenditure £	Other Gains £	Transfers £	At 31 August 2009 £
I S Farmer Bequest	98,431	--	--	--		98,431
Archdeacon FW Goodman Scholarship Fund	303,327	13,069	--	(832)	(15,991)	299,573
Zimbabwe Fund	28,490	34,727	(38,140)	--		25,077
Church Appeal Fund	--	7,760	(216,882)	--		(209,122)
<b>TOTAL RESTRICTED FUNDS</b>	<b>430,248</b>	<b>55,556</b>	<b>(255,022)</b>	<b>(832)</b>	<b>(15,991)</b>	<b>213,959</b>

**25 ENDOWMENT FUNDS - Company**

	At 31 August 2008 £	Income £	Expenditure £	Other Gains £	Transfers £	At 31 August 2009 £
Archdeacon FW Goodman Bequest Fund	27,393	--	--	(801)	15,991	42,583
<b>TOTAL FUNDS:</b>	<b>9,144,953</b>	<b>952,464</b>	<b>(1,495,044)</b>	<b>(424,960)</b>	<b>--</b>	<b>8,177,413</b>

## **UNRESTRICTED FUNDS**

### **The Joint Fund**

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

### **Designated Funds**

#### **The Property (Buildings) Fund**

This fund represents the bricks and mortar included at the balance sheet value.

#### **The Staff Pensions Fund**

This fund provides a reserve to meet the Community's commitments to pay pensions to ex-employees. As explained under the note regarding pensions.

#### **The Maintenance, Church Improvements and Computers Funds**

It has been decided that due to current patterns of expenditure and the plans for renovation of the Church that the amounts represented by these funds are no longer relevant and so have been taken back into the Joint Fund.

#### **The General Fund**

The General Fund is used for the running expenses of the House of the Resurrection at Mirfield. Any deficit on this fund is covered by grants from the Joint Fund and an amount agreed against expected net expenditure for the coming year.

#### **The Hemingford Grey Funds**

The Capital Fund was maintained for capital projects at the retreat house at Hemingford Grey. The Household Fund is used for the running expenses of the retreat house. Following the difficult decisions taken as detailed in the Trustees Annual Report the Capital Fund is no longer required. The Household Fund has however been retained as a reserve against the costs that will be incurred in the coming year.

#### **Mirfield Publications**

This fund is for the operation of the bookstall at Mirfield.

#### **The SAFE Fund**

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

#### **Mirfield Centre**

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



**The Frere Fund**

This fund comprises the present assets formerly owned by the College of the Resurrection, now The Frere Educational Trust. The purpose of this designated fund is to support the educational work sponsored by the Community and especially theological education and ministerial formation. The Trustees of The Frere Educational Trust administer the fund.

**RESTRICTED AND ENDOWMENT FUNDS**

**The Archdeacon Goodman Funds**

The funds are split between restricted funds and endowment funds. The Goodman Bequest fund is an endowment fund. In March 2009 these were legally amended to allow a wider use of the funds for the promotion and encouragement of medical mission work overseas.

As a result of the changes a new amount was agreed on the endowment fund requiring a transfer on the accounts from the restricted fund to the endowment fund as shown above.

**The I S Farmer Bequest**

These funds were received by way of legacy. The terms of which are that these funds are to be used for educational work in South Africa in which the Community is involved.

**The Church Appeal Fund**

This fund was launched in 2009 in order to raise funds for the refurbishment of the Church of the Resurrection in Mirfield. As the fund was launched in August 2009 considerable expenditure has already been incurred, so the fund is in deficit as at 31st August 2009.

**26 Analysis of Net Assets Between Funds - Group**

	General Funds £	Designated Funds £	Restricted Funds £	Endowment Funds £	Total £
Tangible fixed assets	2,287,462	2,020,187			4,307,649
Investments	2,257,562	1,157,322	192,121	26,003	3,633,008
Current assets	(2,634,474)	3,053,536	21,838	16,580	457,480
Current liabilities	(57,401)	(31,631)			(89,032)
	1,853,149	6,199,414	213,959	42,583	8,309,105

## **27 Related Party Transactions**

The Trustees of the Community are all members of the Company, which is a company limited by guarantee having no share capital, and are all Brethren of the Community, having their welfare funded by the Community.

Any capital which the Brethren possess is held on trust by the Community and any income generated by this capital is given to the Community and included within the General Fund, which is an unrestricted fund. State and Clergy pensions to which the Brethren are entitled are also given to the Community and included within the General Fund. Income received from the Brethren is identified separately in the accounts and noted above.

The Community is the only member of the The Frere Educational Trust, a company limited by guarantee having no share capital, the Trustees of which are all Brethren of the Community. Some of the Brethren of the Community are involved in teaching activities at the College of the Resurrection which is operated by The Frere Educational Trust.

The College of the Resurrection operates from buildings owned by the Community, the use of which is on a rent free basis. The Frere Educational Trust meets the day to day running costs of these buildings.

Some of the expenditure of the College is incurred by the Community and recharged to the College on the basis of cost. In respect of these expenses no balance was due to/from the College as at 31st August 2009.

During the year grants were made to the College to assist its operational, pastoral and staffing costs of £53,667 (2008: £53,835).

The Community received a legacy from the will of Bishop Roger Alban Marson Genders of £29,569, Mrs. R. F. Lindsey (as Bursar to the Community) acted as executor to the will.