

**THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)**

ACCOUNTS

31 December 2000

Company registration number 49825
Charity registration number 248330



**THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)**

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**THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)**

LEGAL AND ADMINISTRATIVE INFORMATION

Members of the Board:

Ex Officio

The Bishop	The Rt. Revd. W Ind
The Suffragan Bishop	The Rt. Revd. R Screech (appointed March 2000)
The Dean	The Very Revd. M A Moxon
The Archdeacon of Cornwall	The Ven. R D C Whiteman
The Archdeacon of Bodmin	The Ven. C R F Cohen (appointed October 2000)
Treasurer of the Cathedral	The Revd. Canon K P Mellor
Secretary for Education	Mr J G Pykett
Secretary, House of Clergy	The Revd. R C Bush
Secretary, House of Laity	Mrs P A Miller
Diocesan Registrar	Mr M J Follett

Deanery Representatives

St Austell	The Revd. D G Adams	Mr I C Tucker #
Carmarth North	The Revd. E J M Hogan +	Mr K Blundell (appointed February 2001)
Carmarth South	The Revd. W K A Hussey +	Mr N Jopling +
Kerrier	The Revd. Canon R G Gilbert #	Mr R G Shapland
Penwith	The Revd. D Steven +	Mrs S Carter
Powder	The Revd. A J Wade #	Mrs J M Conybeare +
Pydar	The Revd. G J Hansford +	Mr D S Chapman #
Trigg Minor & Bodmin	The Revd. Canon J F Whitlock #	Mrs S Paine
East Wivelshire	The Revd. D G Robins +	Mr S R Osborne
Stratton	The Revd. Canon M S Byrom #	Mr P W Skinnard
Trigg Major	The Revd. T J B Pritchard +	Mr W M Hingston
West Wivelshire	The Revd. Canon M A Boxall #	Mrs E J Stanbury +
	The Revd. D J Rake	Mr R C Symons #
	The Revd. C D Epps +	Mr W Taylor
	The Revd. J A C Wilson #	
	The Revd. R C W Dickenson +	
	The Revd. T J G Newcombe	
	The Revd. W E Braviner +	
	The Revd. Canon M A Friggens (resigned May 2000)	

Lay Members elected by Synod

Mr J C Burr #	Wg Cmdr Gower-Jones	Gp Capt P E Terrett
Mr D L Dillow	Mrs P Ince MBE	Dr M J Todd
Mr J N Dowling	Mr D A E Lawrence	Mr J G I Tyson (Chairman)
Mr A T J Furse #	Mr L C Miles	Mrs M Verran #
Mr N G Gambier +		

Co-opted Members

Mrs B Barrie #	Mr P J Tremain	Lt Cmdr N J Trefusis
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- members resigned October 2000

+ - members appointed October 2000

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

LEGAL AND ADMINISTRATIVE INFORMATION *(continued)*

Secretary to the Board:	Mr B C Laite
Registered Office:	Diocesan House, Kenwyn, Truro.
Company registration number:	49825
Charity registration number:	248330
Solicitors:	Follett Stock, Malpas Road, Truro.
Auditors:	Robinson Reed Layton, Peat House, Newham Road, Truro.
Bankers:	National Westminster Bank PLC, St Nicholas Street, Truro.

**THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)**

Report of the Board

Chairman: J G I Tyson

Secretary: B C Laite

The Board presents its annual report and the audited accounts for the year ended 31 December 2000.

Principal activities

The principal activities of the Board consist of promoting and assisting the works, objects and purposes of the Church of England, the advancement of Christian religion in the Diocese of Truro and, in particular organising and providing funds for various departments of the Church's work.

Members of the Board

The Members of the Board who served during the year are listed on page 1. They are the directors and trustees under company law and charity law respectively.

There are 10 ex officio Members. There should also be 24 Deanery representatives, that is one cleric and one lay person elected from each Deanery. Up to 11 Members can be elected by Diocesan Synod and up to 8 members can be co-opted by the Board itself. All elected and co-opted Members serve for up to three years until the next triennial election.

Except as explained in note 21 of the accounts, Members of the Board derive no financial benefit from their membership other than the re-imbursement of their out-of-pocket expenses.

Organisation

The Bishop's Council is the Standing Committee of the Diocesan Synod and has overall responsibility for the works of Boards and Committees and for recommending general policy and financial priorities. The central administration of the Diocese is conducted from Diocesan House in Truro. The Board usually meets 3 times a year and works closely with Bishop's Council. All business between Board Meetings is dealt with by the Budget and General Purposes Committee which meets 3 times a year. This Committee oversees the drafting of the annual statutory accounts and the annual diocesan budget, monitors the collection of the Common Fund and manages the Board's property and investments. Subsidiary boards and committees are established to deal with day-to-day issues concerning parsonage houses, Glebe property, education, ministry and training and Church buildings, their membership in each case mainly comprising Members of the main Board.

Board's responsibilities

Company and charity law requires the Board to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the surplus or deficit for that period. In preparing those accounts, the Board is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis on the expectation that the company will have adequate resources to continue in operational existence for the foreseeable future.

The Board has overall responsibility for ensuring that the company has an appropriate system of controls, financial and otherwise. The Board is also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable it to ensure that the accounts comply with the Companies Act 1985. It is also responsible for safeguarding the assets of the company and hence for taking reasonable steps to prevent and detect fraud and other irregularities and to provide reasonable assurance that:

- the charity is operating efficiently and effectively;
- its assets are safeguarded against unauthorised use or disposition;
- proper records are maintained and financial information used within the charity or for publication is reliable;
- the charity complies with relevant laws and regulations

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
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Report of the Board (continued)

Board's responsibilities (continued)

The systems of internal control are designed to provide reasonable, but not absolute, assurance against material misstatement or loss. They include:

- a strategic plan and an annual budget approved by the Board;
- regular monitoring of financial and non-financial performance;
- identification and management of risks.

The Board believes that the company's internal financial controls, in particular, are consistent with guidelines issued by the Charity Commission.

Investment powers

Under the Memorandum and Articles of Association, the Board has the power to make any investment which the Board Members see fit. The Board invests predominantly in the The Church of England and COIF Charity Common Investment Funds and engages CCLA Investment Management Limited to review the Board's portfolio and to provide investment advice from time to time.

Financial review

There was a surplus for the year of £419,000: a deficit of £24,000 arose on budgeted activities and a surplus of £443,000 arose on other items. The detailed Statement of Financial Activities for the year is shown on pages 9 and 10.

The deficit on budgeted activities comprises:

	Actual £000's	Budget £000's
Income:		
Common fund	2,572	2,737
Church Commissioners allocations	416	419
Investment income (including net rents)	401	376
Assigned fees	168	137
Grants from Marshall's Charity	5	12
Grant from Ecclesiastical Insurance Group	54	52
Other income	69	62
	<u>3,685</u>	<u>3,795</u>
Expenditure:		
The Ministry	2,464	2,514
Maintenance of parsonage houses	503	530
Central quota	186	186
Diocesan organisations and specialist ministry	273	326
General expenditure	283	289
	<u>3,709</u>	<u>3,845</u>
Deficit for the year on budgeted activities	<u>(24)</u>	<u>(50)</u>

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
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Report of the Board (continued)

Financial review (continued)

Actual total income was £110,000 less than budget. There was a £165,000 (1999: £52,000) shortfall in Common Fund receipts. Investment income exceeded the budget estimate by £25,000, partly because of new cash deposits generated from the disposal of property and investments and partly because of over pessimism about prevailing interest rates and dividends. Once again, the Board received another generous grant from the Ecclesiastical Insurance Group and buoyant receipts from assigned fees were together £33,000 more than expected.

Grants from the Church Commissioners comprised £212,000 (1999: £212,000) for selective support for stipends and £204,000 (1999: £262,000) for the third instalment of transitional relief for clergy pension contributions, the funding liability for which was transferred to Dioceses on 1 January 1998.

Actual total expenditure was £136,000 less than budget. Clergy numbers were below budget saving £50,000 in stipends and related costs. The parsonages budget was £27,000 underspent due mainly to council tax, water charges and insurance savings arising from judicious property transactions to modernise the housing stock. The Board of Education achieved savings of £8,000. Ordained Local Ministry's (OLM) needs were £9,000 less than budget during a period of reorganisation of the scheme. Only £4,000 was needed from the £25,000 allocation set aside for providing financial assistance to families of ordinands training for the stipendiary ministry. Diocesan House central administration costs were £6,000 within budget.

The detailed General Fund Income and Expenditure Account on pages 29 and 30 reviews the Board's performance against budget in greater detail.

The surplus on unbudgeted activities comprises:

	£000's
Realised gains on sales of board property	23
Realised gains on sale of parsonage houses	396
Realised gains on sales of Glebe land	34
Realised losses on sales of investments	(10)
Surplus on Pastoral Account	7
Deficit on The Diocese of Truro Education Trusts	(14)
Surplus on Schools Maintenance Scheme	7
	<hr/>
	443

Parsonage houses at Kenwyn, Tywardreath, Liskeard, Manaccan and Mevagissey were sold as part of the Board's continuing policy to replace old, large and expensive-to-maintain houses. The house at Mevagissey was sold because of pastoral reorganisation and will not be replaced.

Glebe sales were completed at Ruanlanihorne, St Hilary and Stithians.

The detailed Income and Expenditure Account for The Diocese of Truro Education Trusts is set out on page 36.

Reserves

The Board has a responsibility for ensuring that it has adequate funds to fulfil its continuing obligations to service the Ministry in the Diocese. Against the prevailing background of declining grants from the Church Commissioners, the added liability of clergy pension contributions and the need to minimise increases in annual Common Fund shares, the Board believes that the present accumulated balance of £1.2 Million on the General Fund is not an excessive level of cover for potential income shortfalls in the future.

The adequacy of General Fund reserves is reviewed annually as part of the Board's formal budgetary process.

**THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
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Report of the Board (continued)

Common Fund

The budgeted increase in Common Fund for 2000 was 10.9% (1999; 5.7%) and receipts of £2.57 million from parishes fell short of the budgeted call by £165,000 (6.0%) (1999; £52,000 (2.1%)). While the Board acknowledges the increasing burden placed on parishes on raising their contribution to the Common Fund and is very grateful to PCC's for their efforts, the increasing shortfall in Common Fund collection is causing the Board serious concern.

On 1 September 2000, the Board appointed two voluntary Common Fund Liaison Officers (CFLOs), one to work within the Archdeaconry of Bodmin and the other in the Archdeaconry of Cornwall. The task of the CFLO's is to seek ways of encouraging those parishes which are falling into arrears with their Common Fund payments.

At the end of 1999, unpaid Common Fund shares from 1998 and earlier years had accumulated to £311,000. With the full approval of the Board, the Bishop announced on Easter Day that parishes burdened with such arrears should be relieved of them immediately. It was recognised that in many cases these "historic" arrears had little to do with the present worshipping community and that the gesture of writing them off might boost morale in those parishes and thereby encourage them to meet their current Common Fund commitments with renewed enthusiasm. However, while there has been an obvious improvement in Common Fund payment performance in many cases, an excessively high overall level of arrears persists. Meanwhile, the Board is still actively seeking other sources of income.

Stipends and pensions

The Diocesan standard stipend was increased by 4% on 1 April 2000 to £16,120.

With effect from 1 January 1998, the clergy became members of the new Church of England Funded Pensions Scheme. This Scheme provides that part of their pension that relates to Ministry service from this date. The current annual contribution cost is £3,270 per incumbent. Transitional relief arrangements are in place, but in 2003 the full cost of these contributions will have to be met by the Diocese.

The pension for Ministry service before 1 January 1998 will be met by the Church Commissioners under well established arrangements.

Funds held on behalf of others

As explained in notes 8 and 9 of the accounts, the Board of Finance holds property and investments as custodian trustee on behalf of most PCC's in the Diocese. These assets are administered separately from those of the Board.

Tax status

The Board is a registered charity and is therefore not liable to corporation tax. It does, however, incur value added tax (VAT).

Future developments

The Board has been increasingly aware of the limitations and weaknesses inherent in the formula that has been used to calculate each parish's Common Fund share. Over the last 18 months, the Board has been working on a revised Common Fund Formula and, after much consultation and amendment, that Formula is being used to calculate the 2001 assessments. The broad intent of the new formula is, firstly, to improve parish awareness of the costs of providing to them clergy and other diocesan services and, secondly, to create a sense of commonwealth in which richer parishes help the poorer.

The Income Group was set up in 1999 to consider ways of increasing diocesan income. The Group has recently been disbanded and replaced with a smaller group with similar terms of reference, known as the Income Task Force (ITF), which will be led by the Archdeacon of Bodmin.

**THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
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Report of the Board (continued)

Future developments (continued)

The Board is also well aware of the need to maintain the strictest control over expenditure and will continue to strive for cost savings wherever possible.

Solicitors

Follett Stock have expressed their willingness to continue in office. A resolution concerning the appointment of solicitors will be submitted at the Annual General Meeting.

Auditors

Robinson Reed Layton have expressed their willingness to continue in office. A resolution concerning the appointment of auditors will be submitted at the Annual General Meeting.

By order of the Board

B C Laite

B C Laite
Secretary

Diocesan House
Kenwyn
Truro
TR1 1JQ

27 March 2001

**AUDITORS' REPORT TO THE MEMBERS OF
THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)**

We have audited the accounts on pages 9 to 28.

Respective responsibilities of the Board and auditors

As described on page 3 the Board is responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the Board in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31 December 2000 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Robinson Reed Layton
Chartered Accountants
Registered Auditors

27 March 2001

Peat House
Newham Road
TRURO
Cornwall
TR1 2DP

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
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Statement of Financial Activities (continued)
for the year ended 31 December 2000

	Unrestricted funds					Restricted funds				
	General fund £	Board houses fund £	Parsonage houses fund £	Pastoral account £	Other funds £	Parsonage reserve fund £	Stipends capital account £	Education Maintenance Trusts £	Schools Scheme £	Bishop Phillpotts Prize fund £
Net incoming/(outgoing) resources before transfers (brought forward from page 9)	(23,990)	23,085	396,679	6,803	-	-	-	(14,671)	7,089	116
Transfers between funds										
General Fund deficit for year	23,990	-	-	(23,990)	-	-	-	-	-	-
Payments to acquire property	(181,659)	181,659	360,499	(360,499)	-	-	-	-	-	-
Receipts from sale of property	72,085	(72,085)	(1,165,679)	1,165,679	-	-	-	-	-	-
Net incoming/(outgoing) resources for the year	(109,574)	132,659	(408,501)	787,993	-	-	-	(14,671)	7,089	116
Gains and losses on revaluation and investment asset disposals										
Revaluation of land and buildings	-	140,341	1,435,501	-	-	-	-	-	-	-
Revaluation of investments	4,624	-	-	(3,323)	-	(5,455)	(75,838)	(12,786)	-	(191)
Realised capital gains	-	-	-	-	-	-	33,726	280	-	-
Realised capital losses	(10,151)	-	-	-	-	-	-	-	-	-
Total gains for the year	(5,527)	140,341	1,435,501	(3,323)	-	(5,455)	(42,112)	(12,506)	-	(191)
Net movement in funds	(115,101)	273,000	1,027,000	784,670	-	(5,455)	(42,112)	(27,177)	7,089	(75)
Fund balances at 1 January 2000	1,342,344	1,813,000	17,824,000	1,240,742	54,129	162,765	5,763,992	605,587	952	7,407
Fund balances at 31 December 2000	1,227,243	2,086,000	18,851,000	2,025,412	54,129	157,310	5,721,880	578,410	8,041	7,332

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

Income and Expenditure Account
 for the year ended 31 December 2000

	Note	2000	1999
		£	£
Income			
Parochial quotas		2,571,844	2,415,708
Grants from Church Commissioners		430,540	488,098
Contributions towards schools		415,291	388,521
Investment income		252,234	214,402
Rents		295,674	290,734
Maintenance premiums		27,400	26,837
Profit on sale of fixed assets		453,770	605,514
Other income		299,406	287,711
		<u>4,746,159</u>	<u>4,717,525</u>
Expenditure			
Stipends		2,463,695	2,397,935
Central quota		185,900	165,050
Diocesan organisations and specialist ministry		195,073	218,805
Glebe expenditure		33,752	32,090
Parsonages expenditure		544,156	542,085
School buildings expenditure		498,039	478,790
Redundant churches and ruins		1,237	4,258
Stewardship		53,236	46,677
General administration		176,449	174,915
Board property maintenance		56,328	56,044
Other operating expenses		109,177	89,475
Loss on sale of fixed assets		10,151	-
		<u>4,327,193</u>	<u>4,206,124</u>
Surplus for the year	4	<u>418,966</u>	<u>511,401</u>
The surplus for the year has arisen:			
On budgeted activities		(23,990)	(66,607)
On unbudgeted activities:			
Realised gains on sales of board property		23,085	3,000
Realised gains on sales of parsonages		396,679	494,765
Realised gains on sales of Glebe		33,726	107,749
Realised (losses) on sales of investments		(10,151)	-
Surplus on Pastoral Account		6,803	7,006
(Deficit) on The Diocese of Truro Education Trusts		(14,391)	(32,580)
Surplus/(deficit) on Schools Maintenance Scheme		7,089	(2,038)
Surplus on Bishop Phillpotts Prize Fund		116	106
		<u>442,956</u>	<u>578,008</u>
Surplus for the year		<u>418,966</u>	<u>511,401</u>

There were no acquisitions or discontinued operations within the company during 2000 and 1999.

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

Balance Sheet.
 at 31 December 2000

	Note	2000 £	1999 £
Fixed assets			
Tangible assets	8	24,753,305	23,447,775
Investments	9	3,872,718	4,010,724
		<hr/>	<hr/>
		28,626,023	27,458,499
Current assets			
Debtors	10	949,086	1,189,901
Short term deposits	11	1,729,347	668,224
Cash at bank and in hand		5,585	8,503
		<hr/>	<hr/>
		2,684,018	1,866,628
Creditors: amounts falling due within one year	12		
Property loans		252,811	239,236
Other creditors		317,031	241,051
		<hr/>	<hr/>
		569,842	480,287
Net current assets		<hr/>	<hr/>
		2,114,176	1,386,341
Total assets less current liabilities		<hr/>	<hr/>
		30,740,199	28,844,840
Creditors: amounts falling due after more than one year	13		
		(23,442)	(29,922)
Net assets		<hr/>	<hr/>
		30,716,757	28,814,918

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
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Balance Sheet (continued)
at 31 December 2000

	Note	2000	1999
		£	£
Funds employed	15		
<i>Unrestricted funds</i>			
General fund	1,227,243	1,342,346	
Board houses fund	2,086,000	1,813,000	
Parsonage houses fund	18,851,000	17,824,000	
Pastoral account	2,025,412	1,240,742	
Other funds	54,129	54,129	
		<hr/>	<hr/>
		24,243,784	22,274,217
<i>Restricted funds</i>			
Parsonage reserve fund	157,310	162,765	
Stipends capital account	5,721,880	5,763,991	
Education Trusts	578,410	605,586	
Schools maintenance scheme	8,041	952	
Bishop Phillpotts Prize fund	7,332	7,407	
		<hr/>	<hr/>
		6,472,973	6,540,701
		<hr/>	<hr/>
		30,716,757	28,814,918

These accounts were approved by the Board on 27 March 2001
and were signed on its behalf by:



J G I Tyson
Chairman

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
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Statement of Total Recognised Gains and Losses
for the year ended 31 December 2000

	2000 £	1999 £
Surplus for the year (per page 11)	418,966	511,401
Unrealised gain on revaluation of freehold land and buildings	1,575,842	1,743,288
Unrealised gain on revaluation of investments	(92,969)	447,931
Total recognised gains and losses since the last annual report	<u>1,901,839</u>	<u>2,702,620</u>

Note of Historical Cost Surplus
for the year ended 31 December 2000

	2000 £	1999 £
Reported surplus for the year	418,966	511,401
Realisation of fixed asset revaluation gains of previous years	666,629	552,378
Historical cost surplus for the year	<u>1,085,595</u>	<u>1,063,779</u>

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
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Cash Flow Statement
for the year ended 31 December 2000

	Note	£	2000 £	£	1999 £
Net cash inflow/(outflow) from operating activities	18		206,584		(41,077)
Servicing of finance					
Interest paid		(10,115)		(12,481)	
			(10,115)		(12,481)
Capital expenditure and financial investment					
Payments to acquire:					
Board property		(181,659)		(122,223)	
Parsonage houses		(360,499)		(609,009)	
Office equipment		(9,757)		(6,367)	
Investments		(96,788)		(5,376)	
Receipts from sale of:					
Board property		72,085		3,000	
Parsonage houses		1,130,825		417,575	
Glebe property		180,064		36,811	
Motor vehicle		3,749			
Investments		131,954		-	
			869,974		(285,589)
Cash inflow/(outflow) before management of liquid resources and financing			1,066,443		(339,147)
Management of liquid resources and financing					
Management of liquid resources					
(Increase)/decrease in short term deposits			(1,061,123)		364,770
Financing					
Loans from Church Commissioners:					
Loans repaid			(8,238)		(23,431)
(Decrease)/increase in cash	19		(2,918)		2,192

**THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)**

Notes
(forming part of the accounts)

1 Constitution

The company is incorporated as limited by guarantee under the Companies Act 1948. In the event of winding up, every member of the Board is liable to contribute a sum not exceeding £1 per member towards the debts and liabilities of the company and the costs, charges and expenses of winding up.

2 Principal accounting policies

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

Basis of accounting

The accounts are prepared in accordance with the Statement of Recommended Practice "Accounting by Charities".

The accounts are also prepared under the historical cost accounting rules except that freehold land and buildings and investments (held as fixed assets) are included at valuation.

The Board has taken advantage of adopting its own arrangements of the headings and sub-headings of its accounts due to the special nature of its business as permitted by section 3(3) of schedule 4 of the Companies Act 1985.

School properties

Aided schools are the subject either of Trusts for which the Board acts merely as trustee, or of the Secretary of State's Orders specifying the application of any sale proceeds to support other Church of England schools within the Diocese. Accordingly, school properties are not included in these accounts.

The distribution of the proceeds from the sale of a redundant school may depend on an order of the Department for Education and Employment or on a scheme approved by the Charity Commission. Until approval for distribution has been granted, the sale proceeds are invested and held by the Board in trust. When approval for distribution is eventually granted the Board's share of the proceeds is transferred to The Diocese of Truro Education Trusts.

Tangible fixed assets (other than school properties)

No depreciation is provided on freehold buildings. It is the Board's policy to maintain these assets to a consistently high standard state of repair and accordingly the Board considers that the lives of these assets are so long and residual values so high, based on current book values, that their depreciation is insignificant.

Motor vehicles are depreciated to their estimated residual values on a straight line basis over 3 years.

Expenditure on office equipment is charged to the general income and expenditure account in the year in which incurred except where any item is expected to have a useful life exceeding 3 years in which case it is written off on a reducing balance basis over a period ranging from 3 to 10 years.

Investment income

No account is taken of dividends and interest accrued in 2000 but not received until 2001.

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

Notes
 (forming part of the accounts)

2 Principal accounting policies (continued)

Leased assets

Operating lease payments are charged to the income and expenditure account on a straight line basis over the term of the lease.

Pension costs

The Board participates in the Church Workers Pension Fund on behalf of lay staff. The scheme provides pensions and other retirement benefits based on final pensionable pay. Contributions are charged to the income and expenditure account on a systematic basis over the expected remaining service lives of current employees.

For service before 1 January 1998, clergy pensions were funded directly by the Church Commissioners. With effect from 1 January 1998, the clergy became members of the new Church of England Funded Pensions Scheme, which provides benefits on a defined benefits basis. The Board is required to contribute to the new Scheme at the rate of 21.9% of the National Minimum Stipend for the preceding year.

Grants receivable and payable

Grants receivable are credited to the General Fund as and when received and grants payable are charged to the General Fund as and when paid.

3 Turnover

The Board does not undertake trading on its own account.

4 Surplus for the year

	2000 £	1999 £
This is stated after charging:		
Staff costs (note 5)	340,125	336,292
Grants payable to individuals (21 persons 1999: 17)	42,379	61,475
Operating lease rentals	12,121	6,466
Auditors' remuneration	4,641	4,641
Depreciation of tangible fixed assets	5,846	6,308
Interest payable (note 6)	10,115	12,481
	<hr/>	<hr/>
and after crediting:		
Income from listed investments	<hr/> 8,727	<hr/> 8,568

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

Notes
 (forming part of the accounts)

5 Staff costs

The average number of persons employed during the year, all in an administrative capacity, was 16 (1999: 16).

The aggregate payroll costs were as follows:

	2000 £	1999 £
Wages and salaries	274,521	265,905
Social security costs	17,475	18,837
Pension contributions	48,129	51,550
	<u>340,125</u>	<u>336,292</u>

No employee received emoluments of more than £50,000 per annum.

The Board also met the stipends of 121 (1999: 123) parochial clergy (including 2 Archdeacons) serving in the Diocese.

6 Interest payable and similar charges

	2000 £	1999 £
On loans repayable within five years:		
Church Commissioners	8,821	8,670
On loans repayable after five years:		
Church Commissioners	1,294	1,686
Department for Education and Employment	-	2,107
On other short term borrowings	-	18
	<u>10,115</u>	<u>12,481</u>

7 Taxation

The Board is a registered charity and is not liable to corporation tax. It does however incur value added tax (VAT).

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

Notes
 (forming part of the accounts)

8 Tangible fixed assets

	Freehold land and buildings (see below)	Motor vehicle	Office equipment	Total
	£	£	£	£
<i>At cost or valuation</i>				
At 1 January 2000	23,418,000	10,929	30,677	23,459,606
Additions	542,158	-	9,757	551,915
Disposals	(822,050)	(10,929)	(10,211)	(843,190)
Revaluation adjustment	1,592,842	-	-	1,592,842
At 31 December 2000	<u>24,730,950</u>	<u>-</u>	<u>30,223</u>	<u>24,761,173</u>
<i>Depreciation</i>				
At 1 January 2000	-	2,700	9,131	11,831
Disposals	-	(3,780)	(6,029)	(9,809)
Charge for year	-	1,080	4,766	5,846
At 31 December 2000	<u>-</u>	<u>-</u>	<u>7,868</u>	<u>7,868</u>
<i>Net book value</i>				
At 31 December 2000	<u>24,730,950</u>	<u>-</u>	<u>22,355</u>	<u>24,753,305</u>
At 31 December 1999	<u>23,418,000</u>	<u>8,229</u>	<u>21,546</u>	<u>23,447,775</u>

Freehold land and buildings

	Board property £	Parsonage houses £	Equity sharing £	Glebe property £	Total £
<i>At valuation</i>					
At 1 January 2000	1,813,000	17,824,000	231,000	3,550,000	23,418,000
Additions	181,659	360,499	-	-	542,158
Disposals	(49,000)	(769,000)	-	(4,050)	(822,050)
Revaluation adjustment	140,341	1,435,501	17,000	-	1,592,842
At 31 December 2000	<u>2,086,000</u>	<u>18,851,000</u>	<u>248,000</u>	<u>3,545,950</u>	<u>24,730,950</u>

Freehold land and buildings are held for direct charitable use with the exception of Glebe property which is held for investment purposes.

Parsonage houses, board property and property equity shared with the Church Commissioners were valued, on 31 December 2000, on an existing use value basis by Mr R W Thomas FRICS, who is employed as the Board's Diocesan Surveyor. Parsonage houses, although not strictly vested in the Board, are accounted for in the Board's accounts since the Board is responsible for the provision and maintenance of these houses and ultimately benefits from the sale proceeds if houses become surplus to requirements.

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

Notes
 (forming part of the accounts)

8 Tangible fixed assets (continued)

Glebe property was professionally valued at 31 December 1999 on an open market existing use basis. Subsequent disposals are shown at their 1999 valuation. The Board do not believe there has been a material change in the value of the remaining Glebe property since the last professional valuation. Glebe property was vested in the Board in 1978 under the Endowments and Glebe Measure 1976.

The corresponding historical cost figures are:

	Board property £	Parsonage houses £	Glebe property £	Equity sharing £	Total £
<i>At cost</i>					
At 1 January 2000	1,138,121	2,306,637	282,602	204,178	3,931,538
Additions	181,659	360,499	-	-	542,158
Disposals	(51,745)	(141,045)	-	-	(192,790)
At 31 December 2000	1,268,035	2,526,091	282,602	204,178	4,280,906

The Board, acting as custodian trustee, also holds freehold land and buildings to the value of £99,000 (1999: £92,000). The historical cost is £29,862 (1999: £29,862). This is not included in these accounts.

9 Investments (held as fixed assets)

	Listed		Unlisted		Total
	Restricted £	Unrestricted £	Restricted £	Unrestricted £	£
<i>At valuation</i>					
At 1 January 2000	26,568	114,498	2,263,525	1,606,133	4,010,724
Additions	-	-	96,788	-	96,788
Disposals	-	-	(97,839)	(43,986)	(141,825)
Revaluation adjustment	597	4,279	(94,867)	(2,978)	(92,969)
At 31 December 2000	27,165	118,777	2,167,607	1,559,169	3,872,718
Equities	1,269	54,455	2,067,646	1,231,194	3,354,564
Gilts and fixed interest stocks	25,896	64,322	99,961	327,975	518,154
	27,165	118,777	2,167,607	1,559,169	3,872,718

Listed investments are mainly UK Government fixed interest stocks.

Unlisted investments substantially comprise shares in the CBF Church of England Funds and COIF Charity Funds.

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

Notes
 (forming part of the accounts)

9 Investments (held as fixed assets) (continued)

The following investments each represent more than 5% by value of the portfolio:

CAF Balanced Growth Fund	£ 655,506
CBF Fixed Interest Securities Fund	359,648
CBF Investment Fund	1,980,669
COIF Charities Investment Fund	326,607
M&G "Charifund"	336,058

Restricted securities represent investments of the Diocesan Stipends Capital Account, Parsonage Reserve Fund Education Trusts, Schools Maintenance Scheme and Bishop Phillpotts Prize Fund as explained in note 15.

Unrestricted securities represent investments held for the Board's general purposes.

The corresponding historical cost figures are:

	Listed		Unlisted		
	Restricted	Unrestricted	Restricted	Unrestricted	Total
	£	£	£	£	£
At cost:					
At 1 January 2000	16,446	87,012	1,351,654	1,147,932	2,603,044
Additions	-	-	96,788	-	96,788
Disposals	-	-	(100,079)	(4,377)	(104,456)
At 31 December 2000	<u>16,446</u>	<u>87,012</u>	<u>1,348,363</u>	<u>1,143,555</u>	<u>2,595,376</u>
Equities	93	49,384	1,251,420	855,298	2,156,195
Gilts and fixed interest stocks	16,353	37,628	96,943	288,257	439,181
	<u>16,446</u>	<u>87,012</u>	<u>1,348,363</u>	<u>1,143,555</u>	<u>2,595,376</u>

The Board, acting as custodian trustee, also holds investments to the value of £2,511,972 (1999: £2,669,564) for the benefit of local parishes. The historical cost of these investments is £1,415,576 (1999: £1,361,061). These investments are not included in these accounts.

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

Notes (continued)
 (forming part of the accounts)

10	Debtors	2000	1999
		£	£
	<i>Amounts falling due within one year</i>		
	Contributions towards Church schools	38,451	170,487
	Concessionary loans - interest free	1,000	1,400
	- interest at 5% on reducing balance	10,205	7,585
	Other loans	806	776
	Proceeds from sale of property held by Church Commissioners	689,045	796,478
	Other debtors including Glebe rents and clergy assigned fees	115,634	118,580
	Prepayment - pension scheme deficiency	2,186	2,186
		<u>857,327</u>	<u>1,097,492</u>
	<i>Amounts falling due after more than one year</i>		
	Concessionary loans - interest free	600	1,600
	- interest at 5% on reducing balance	19,319	16,024
	Other loans	56,536	57,295
	Prepayment - pension scheme deficiency	15,304	17,490
		<u>949,086</u>	<u>1,189,901</u>
11	Short term deposits	2000	1999
		£	£
	The Central Board of Finance of the Church of England Deposit Fund	1,535,143	457,106
	COIF Charities Deposit Fund	61,340	114,832
	The Church Commissioners:		
	Diocesan Stipends Capital Account	376,637	198,713
	Diocesan Pastoral Account	4,982	5,236
	National Westminster Bank PLC	63,620	100,766
		<u>2,041,722</u>	<u>876,653</u>
	Less: attributable to local trust funds	(312,375)	(208,429)
		<u>1,729,347</u>	<u>668,224</u>
12	Creditors: amounts falling due within one year	2000	1999
		£	£
	Loans (see note 14)	252,811	239,236
	Other creditors	317,031	241,051
		<u>569,842</u>	<u>480,287</u>

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

Notes (continued)
 (forming part of the accounts)

13 Creditors: amounts falling due after more than one year

	2000 £	1999 £
Loans	23,442	28,255
Other creditors	-	1,667
	<u>23,442</u>	<u>29,922</u>

14 Loans

	2000 £	1999 £
Church Commissioners:		
Equity Sharing Loans (interest payable by quarterly instalments over 20 years at 5% of capital balance)	248,000	231,000
Permanent Housing Loans (repayable by quarterly instalments over 25 years, interest at 5% of reducing capital balance)	23,003	30,566
	<u>271,003</u>	<u>261,566</u>
The Central Board of Finance of the Church of England (CBF) (two loans interest-free, repayable over 20 years)	5,250	5,925
	<u>276,253</u>	<u>267,491</u>
Amounts falling due within one year (note 12)	(252,811)	(239,236)
Amounts falling due after more than one year (note 13)	<u>23,442</u>	<u>28,255</u>

An Equity Sharing Loan is repayable in the event that the specific property to which it relates is either sold or ceases to be used for the purpose for which it was acquired. These loans are revalued annually in line with the revaluation of the underlying properties since full repayment will eventually equate to the current market value of the properties.

Permanent Housing Loans include £7,241 (1999: £9,326) repayable after more than five years from the balance sheet date. These loans are legally the responsibility of the benefice concerned, and guaranteed by the Board. In practice, all the repayments of these loans are met by the Board, and hence they are included as a liability of the Board.

The CBF loans were used to finance certain school building projects. They include £3,000 (1999 £3,300) repayable after more than five years from the balance sheet date.

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

Notes (continued)
 (forming part of the accounts)

15 Funds employed

Analysis of net assets between funds at 31 December 2000:

	Unrestricted £	Restricted £	Total £
Tangible fixed assets	21,207,355	3,545,950	24,753,305
Investments	1,677,947	2,194,771	3,872,718
Net current assets	1,377,349	736,827	2,114,176
Long term creditors	(18,867)	(4,575)	(23,442)
Total net assets	24,243,784	6,472,973	30,716,757

Unrestricted funds

	General fund £	Board houses fund £	Parsonage houses fund £	Pastoral account £	Other funds £	Total £
Tangible fixed assets	22,355	2,334,000	18,851,000	-	-	21,207,355
Investments	1,561,211	-	-	116,736	-	1,677,947
Net current assets/ liabilities	(337,456)	(248,000)	-	1,908,676	54,129	1,377,349
Long term creditors	(18,867)	-	-	-	-	(18,867)
Total net assets	1,227,243	2,086,000	18,851,000	2,025,412	54,129	24,243,784

The General Fund supports the day-to-day activities of the Board.

The Board Houses Fund is represented by the book value of board properties. Additions to and disposals from the Fund are financed by or credited to the General Fund respectively.

The Parsonage Houses Fund is represented by the book value of parsonage houses and team vicarages. Additions to and disposals from the Fund are financed by or credited to the Pastoral Account respectively.

The Pastoral Account represents the proceeds of sale of redundant parsonage houses which may be applied to the purposes permitted by the Pastoral Measure 1983.

The following other funds have been set aside by the Board for purposes which the Board itself has designated:

The Diocesan Loan Fund provides short term loan facilities to PCC's.

The Densham Loan Fund derives from a bequest given to the Board of Finance in memory of the late Revd. F W Densham for the provision of loans to the clergy for the purchase of cars. This responsibility has now been assumed by the Church Commissioners but the fund is still reserved for this purpose.

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

Notes (continued)
 (forming part of the accounts)

15 **Funds employed (continued)**

Restricted funds

	Parsonage reserve fund £	Stipends capital account £	Education Trusts £	Schools Maintenance Scheme £	Bishop Phillpotts Prize Fund £	Total £
Tangible fixed assets	-	3,545,950	-	-	-	3,545,950
Investments	157,310	1,768,354	266,784	-	2,323	2,194,771
Net current assets	-	407,576	316,201	8,041	5,009	736,827
Long term creditors	-	-	(4,575)	-	-	(4,575)
Total net assets	157,310	5,721,880	578,410	8,041	7,332	6,472,973

The Parsonage Reserve Fund was set up by the Church Commissioners under the Endowments and Glebe Measure 1976. Only the income earned by the Fund can be utilised by the Board.

The Stipends Capital Account represents the proceeds of sale of Glebe and parsonages and gifts to the fund. The fund generates income for the payment of stipends and can only be invested or applied to the capital purposes permitted by the Endowments and Glebe Measure 1976 and the Miscellaneous Provisions Measure 1992.

The Diocese of Truro Education Trusts are established under the Diocese of Truro (Educational Endowments) (No.2) Order 1994. The objects of the Trusts are widely drawn to allow trust assets to be used for a variety of educational purposes.

The Schools Maintenance Scheme is used for routine repairs to and maintenance of Church schools.

Bishop Phillpott's Prize Fund is governed by a scheme of the Charity Commission under which the income may be used to award school prizes in religious education.

16 **Commitments**

	2000 £	1999 £
<i>Capital expenditure</i>		
Expenditure contracted for but not provided for:		
Parsonage house	21,000	55,000
Church Schools (less contributions receivable)	8,500	-
Expenditure authorised but not contracted for:		
Parsonage house	145,000	156,000
Church Schools (less contributions receivable)	303,000	220,000
	<u>477,500</u>	<u>431,000</u>

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

Notes (continued)
 (forming part of the accounts)

16	Commitments (continued)	2000	1999
		£	£
	<i>Operating leases</i>		
	Minimum annual commitments under non-cancellable operating leases which expire:		
	Within one year		
	Motor vehicle	4,850	-
	Office equipment	2,021	-
	Within two to five years:		
	Motor vehicle	3,000	4,850
	Office equipment	-	2,021
		<u>9,871</u>	<u>6,871</u>

17 **Pensions**

Clergy

With effect from 1 January 1998, diocesan clergy became members of the new Church of England Funded Pensions Scheme which provides benefits on a defined benefit basis. This scheme provides that part of their pension that relates to pensionable service after 1 January 1998 and the scheme's assets are held independently of the diocese. Pensions in respect of pensionable service before 1 January 1998 will be paid by the Church Commissioners under the previous arrangements.

The first valuation of the scheme will be carried out as at 31 December 2000. Pension costs are assessed in accordance with the advice of independent qualified actuaries.

The Board is required to contribute to the new scheme at the rate of 21.9% of the National Minimum Stipend for the preceding year. For 2000, the total contributions were £408,476 but £204,324 (50%) was contributed by the Church Commissioners under a transitional relief procedure. Transitional relief will be progressively withdrawn each year until 2003 when the diocese will be liable for contributions in full.

The above contribution rate was determined using the projected unit method and the following financial assumptions: investment return 8.5% per annum; increase in pensionable stipends 5% per annum and increase in pensions 5% per annum.

Lay

The Board participates in the Defined Benefits Scheme Section of the Church Workers Pension Fund (the Fund), a pension scheme administered by the Church of England Pensions Board to provide benefits based on final pensionable salaries. The assets of the Fund are held separately from those of the Board.

The contributions have been assessed by a qualified actuary using the Projected Unit Credit method of valuation. The principal assumptions were that the return on assets would be 2.25% per annum higher than the increase in pensionable salaries, and 3.5% per annum higher than the increases to pensions in payment.

A full valuation of the Fund was undertaken as at 31 December 1998 and the actuarial position was reassessed. The market value of the assets attributable to the Board's section amounted to £427,976. The contribution rate was reassessed at that date by the Fund's actuary, and the Board's section was found to be in surplus. The contributions were adjusted to allow for this surplus to be amortised over members' future working lives commencing 1 January 2000.

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

Notes (continued)
 (forming part of the accounts)

17 Pensions (continued)

Pensions in payment under this arrangement are entitled to annual increases of the lesser of 5% per annum or the rise in the Retail Prices Index and so increases of 1.1% and 3.3% were granted on 1 January 2000 and 1 January 2001 respectively.

The next valuation of the Fund will be carried out no later than 31 December 2001.

The pension charge for the period was £48,129 (1999: £51,550). This included £2,186 (1999: £2,186) in respect of the amortisation of the valuation deficit at 31 December 1992 which is being written off over 15 years, the average remaining service life of employees.

**18 Reconciliation of surplus for the year to
 net cash inflow/(outflow) from operating activities**

	2000 £	1999 £
Surplus for the year	418,966	511,401
Depreciation	5,846	6,308
Profit on sale of fixed assets	(453,770)	(605,514)
Loss on sale of fixed assets	17,733	-
Interest payable	10,115	12,481
(Increase)/decrease in loans to parishes	(3,786)	15,837
Decrease in debtors	137,166	8,208
Increase in creditors	74,314	10,201
Net cash inflow/(outflow) from operating activities	<u>206,584</u>	<u>(41,078)</u>

19 Reconciliation of net cash flow to movement in net funds

	2000 £	1999 £
(Decrease)/increase in cash in year	(2,918)	2,192
Cash outflow from decrease in debt and lease financing	8,238	23,431
Cash outflow/(inflow) from movement in short term deposits	1,061,123	(364,770)
	<u>1,066,443</u>	<u>(339,147)</u>
Increase in equity sharing loans	(17,000)	(11,000)
Movement in net funds in the year	1,049,443	(350,147)
Net funds at beginning of the year	409,236	759,383
Net funds at end of the year (note 20)	<u>1,458,679</u>	<u>409,236</u>

**THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)**

Notes (continued)
(forming part of the accounts)

20 Analysis of changes in net funds

	<u>At beginning of year</u> £	<u>Cash flows</u> £	<u>Non-cash changes</u> £	<u>At end of year</u> £
Cash at bank and in hand	8,503	(2,918)		5,585
Debts due within one year	(239,236)	3,425	(17,000)	(252,811)
Debts due after more than one year	(28,255)	4,813		(23,442)
		<u>8,238</u>		
Short term deposits	668,224	1,061,123		1,729,347
Total	<u>409,236</u>	<u>1,066,443</u>	<u>(17,000)</u>	<u>1,458,679</u>

21 Transactions with Board members

Mr M Follett, in his capacity as Diocesan Registrar, was paid a retainer in accordance with the Legal Officers (Annual Fees) Order 1997 amounting to £27,700 (1999 £31,135 including VAT) and faculty fees in accordance with The Ecclesiastical Judges and Legal Officers (Fees) Order 1996 amounting to £4,681 (1999 £8,134).

Messrs. Follett Stock, the Board's solicitors, of which firm Mr M Follett is a partner, were paid aggregate fees of £27,505 (1999 £19,346) primarily in connection with the conveyancing of board and parsonage houses, Glebe property and old schools.

Otherwise, Members of the Board derive no financial benefit from their membership other than the re-imbursement of their out-of-pocket expenses. However, of the Board Members listed on page 1, the Board remunerated the Archdeacons, the Secretary of the House of Clergy and the clergy Deanery Representatives in respect of their duties as clergy. The Board also paid the salary of the Secretary for Education who is employed in a full-time executive capacity by the Board.

The Board enters into transactions, on a regular basis, with other autonomous organisations within the Church of England - e.g. parishes, (including the Cathedral), the Archbishops' Council and the Church Commissioners. From time to time, certain Members of the Board may serve on committees of other bodies, or on the General Synod. It is not considered appropriate to report the detail of such transactions since no individual or group of individuals so serving have any significant influence over any material transactions.

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
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General Income and Expenditure Account
for the year ended 31 December 2000

	Note	2000 Budget £	2000 Actual £	1999 Actual £
Income				
Common fund		2,737,000	2,571,844	2,415,708
Church Commissioners allocations		419,100	415,524	473,747
Glebe rents (net)		219,800	213,912	216,781
Assigned fees		137,000	167,763	154,168
Other stipends income		45,500	46,198	45,393
Investment income		135,200	167,633	156,774
Grant from Ecclesiastical Insurance Group		52,000	53,970	53,970
Board property rents		20,600	19,264	21,445
Dean and Chapter contribution		18,800	18,800	17,072
Parsonages sundry income		9,600	10,365	16,182
Gross income		3,794,600	3,685,273	3,571,240
Expenditure				
The Ministry				
Gross stipends		1,925,200	1,890,280	1,829,688
National Insurance contributions		129,900	101,912	107,489
Pension scheme contributions		414,400	405,239	391,046
Removals and interregnums		44,000	66,264	69,712
		2,513,500	2,463,695	2,397,935
Parsonages	1	529,600	503,086	518,471
Central quota				
Training		92,000	92,030	75,540
National Church responsibilities		92,100	92,060	85,520
Pooling of support for married ordinands		(400)	(370)	3,020
Mission Agencies pension contributions		2,200	2,180	970
		185,900	185,900	165,050
Diocesan Organisations and Specialist Ministry				
Education	2	104,200	96,233	90,751
Ministry	3	97,200	58,533	77,927
Evangelism and Unity	4	8,100	3,815	5,485
Social Responsibility	5	36,400	36,492	35,642
Stewardship	6	49,300	53,236	46,677
Communications	7	16,100	13,944	12,313
Care of Churches	8	15,100	11,374	13,745
		326,400	273,627	282,540

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)

General Income and Expenditure Account
 for the year ended 31 December 2000

	Note	2000 Budget £	2000 Actual £	1999 Actual £
General expenditure				
Administration	9	183,100	176,449	174,915
Property maintenance		54,600	56,328	56,044
Synods		7,000	8,787	4,828
Legal and professional fees	10	28,000	27,272	23,666
Other expenditure	11	16,500	14,119	14,398
		<u>289,200</u>	<u>282,955</u>	<u>273,851</u>
Gross expenditure		<u>3,844,600</u>	<u>3,709,263</u>	<u>3,637,847</u>
Deficit for the year on budgeted activities		<u>(50,000)</u>	<u>(23,990)</u>	<u>(66,607)</u>

**THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)**

Notes to the General Income and Expenditure Account
for the year ended 31 December 2000

1	Parsonages expenditure	2000	2000	1999
		Budget	Actual	Actual
		£	£	£
	Repairs and minor improvements	245,000	245,587	245,531
	Council tax	148,200	129,292	138,823
	Water charges	56,500	54,078	55,064
	Insurances	22,700	17,669	21,641
	Rents	-	-	113
	Salaries and expenses	55,200	54,920	55,642
	Other administration	2,000	1,540	1,657
		<u>529,600</u>	<u>503,086</u>	<u>518,471</u>
2	Education	2000	2000	1999
		Budget	Actual	Actual
		£	£	£
	Schools & General Purposes:			
	Staff payroll costs	55,900	54,509	54,212
	Officers' expenses	8,000	5,489	6,236
	Office administration	11,100	7,646	9,050
	Education Trusts	(5,000)	-	(9,000)
		<u>70,000</u>	<u>67,644</u>	<u>60,498</u>
	Childrens' and Youth Activities:			
	Staff payroll costs	29,600	30,079	28,995
	Officers' expenses	6,700	2,878	4,357
	Office administration	4,100	5,471	6,189
	Events and activities	12,900	7,898	8,781
	LEA - youth grant	(17,300)	(17,737)	(17,304)
	LEA - training grant	(800)	-	(765)
	DFEE - training grant	(1,000)	-	-
		<u>34,200</u>	<u>28,589</u>	<u>30,253</u>
		<u>104,200</u>	<u>96,233</u>	<u>90,751</u>

**THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
(LIMITED BY GUARANTEE)**

Notes to the General Income and Expenditure Account
for the year ended 31 December 2000

3	Ministry	2000	2000	1999
		Budget £	Actual £	Actual £
	Board of Ministry:			
	Ordained Local Ministry	25,700	16,637	19,245
	Continuing Ministerial Education	17,000	16,157	15,471
	Lay training (net)	2,200	1,424	1,725
	Training personnel expenses	3,000	362	1,195
	Liturgy	-	1,033	-
	Ministry of Deliverance	1,000	384	246
	Specialist Ministries	3,500	2,193	454
	Ministry for the Deaf	2,700	2,192	2,360
	Bishop Phillpotts library	7,900	7,758	4,824
	Secretarial and administration	1,300	1,201	1,189
	Diocesan Readers Committee	6,600	4,707	5,988
		<hr/> 70,900	<hr/> 54,048	<hr/> 52,697
	Ordinands:			
	Diocesan Director of Ordinands	800	44	267
	Support to Ordinands' families	25,000	4,219	24,430
	ABM conference fees and expenses	500	222	533
		<hr/> 97,200	<hr/> 58,533	<hr/> 77,927
4	Evangelism and Unity	2000	2000	1999
		Budget £	Actual £	Actual £
	Evangelism Committee	3,000	169	1,257
	Unity:			
	Officer's expenses	1,700	1,157	1,533
	Churches Together in Cornwall	2,100	2,120	2,034
	World Church	900	369	240
	Troubadours	400	-	421
		<hr/> 8,100	<hr/> 3,815	<hr/> 5,485
5	Social responsibility	2000	2000	1999
		Budget £	Actual £	Actual £
	Adviser's salary and expenses	32,400	33,136	31,519
	FLAME (Family Life and Marriage Education)	4,000	3,356	4,123
		<hr/> 36,400	<hr/> 36,492	<hr/> 35,642

THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
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Notes to the General Income and Expenditure Account
for the year ended 31 December 2000

6	Stewardship	2000	2000	1999
		Budget	Actual	Actual
		£	£	£
	Salaries	38,200	38,268	37,414
	Travelling and administration (net)	10,100	14,904	8,605
	(including loss on disposal of motor vehicle £3,400 1999: £nil)			
	Resources	1,000	64	658
		<u>49,300</u>	<u>53,236</u>	<u>46,677</u>
7	Communications	2000	2000	1999
		Budget	Actual	Actual
		£	£	£
	Officer's salary and expenses	14,500	12,235	10,822
	Coracle (net)	1,100	1,165	1,000
	Media training	500	544	491
		<u>16,100</u>	<u>13,944</u>	<u>12,313</u>
8	Care of Churches	2000	2000	1999
		Budget	Actual	Actual
		£	£	£
	Faculty fees	8,000	4,681	8,134
	Diocesan Advisory Committee	3,300	3,648	2,783
	Secretarial assistance	3,600	2,845	2,628
	Incorporated Church Building Society grant	200	200	200
		<u>15,100</u>	<u>11,374</u>	<u>13,745</u>
9	Administration	2000	2000	1999
		Budget	Actual	Actual
		£	£	£
	Salaries	129,500	129,215	130,116
	Payments to pensioners	4,600	4,449	4,378
	Staff expenses	6,200	4,044	4,050
	Accommodation costs	13,400	11,823	11,781
	Printing, stationery and publications	9,500	8,150	8,427
	Diocesan Directory and Handbook	800	(364)	854
	Postages and telephone	13,600	12,602	12,994
	Audit fees	4,800	4,641	4,641
	Bank charges	1,800	2,289	1,888
	Boards' and Committees' expenses	1,200	487	393
	Office equipment	6,000	13,132	11,122
	Recoverable costs	(8,300)	(14,019)	(15,729)
		<u>183,100</u>	<u>176,449</u>	<u>174,915</u>

**THE TRURO DIOCESAN BOARD OF FINANCE LIMITED
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Notes to the General Income and Expenditure Account
for the year ended 31 December 2000

10	Legal and professional fees	2000	2000	1999
		Budget	Actual	Actual
		£	£	£
	Chancellor's retainer	4,300	4,284	4,143
	Registrar's retainer	32,400	32,548	31,135
	National insurance	2,800	2,873	2,664
	Church Commissioner's contribution	(14,900)	(15,016)	(14,351)
	General legal and professional costs	3,400	2,583	75
		28,000	27,272	23,666

11	Other expenditure	2000	2000	1999
		Budget	Actual	Actual
		£	£	£
	Archdeacons' expenses	10,500	8,892	8,137
	St Luke's Hospital	-	-	2,000
	Inspection of records	2,400	2,400	1,400
	Child protection legislation	2,600	2,827	2,861
	Redundant Churches and ruins	1,000	-	-
		16,500	14,119	14,398