

Register

**CHERRY ORCHARDS (CAMPHILL) COMMUNITY
LIMITED**

FINANCIAL STATEMENTS

31ST JANUARY 1997

Registered number: 1347568

Registered charity number: 275241

ELLIOTT BUNKER

CHARTERED ACCOUNTANTS

Bristol



CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

FINANCIAL STATEMENTS

for the year ended 31st January 1997

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The following page does not form part of the statutory accounts

Detailed income and expenditure account	Appendix 1
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CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

COMPANY INFORMATION

31st January 1997

NUMBER	1347568
CHAIRPERSON	M. Bucknall
OTHER COUNCIL MEMBERS	H. Berger T. Koeller C. Lauppe S. Acland M. Hailey E. Havernaas S. Hopewell
SECRETARY	C. H. Van Rooy
REGISTERED OFFICE	Canford Lane Westbury on Trym Bristol BS9 3PF
BANKERS	National Westminster Bank plc PO Box No. 238 32 Corn Street Bristol BS99 7UG
SOLICITORS	Burroughs Day & Co. 14 - 15 Charlotte Street Bristol
AUDITORS	Elliott Bunker Chartered Accountants 19 Orchard Street Bristol BS1 5EG

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

REPORT OF THE COUNCIL OF MANAGEMENT

31st January 1997

The council members present their report and the audited financial statements for the year ended 31st January 1997.

Members of council

The council members who served during the year were as follows

M. Bucknall
M. Berger (Resigned 22nd May 1996)
H. Berger
T. Koeller
C. Lauppe
S. Acland
M. Hailey
E. Havernaas
S. Hopewell (Appointed 23rd March 1996)

Auditors

Elliot Bunker have agreed to offer themselves for re-appointment as auditors of the company.

Small company exemptions

Advantage has been taken in the preparation of this report of special exemptions applicable to small companies provided by Part II of Schedule 8 to the Companies Act 1985.

Donations

During the year, the company made a donation to Goetheannum Domach of £500.

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

REPORT OF THE COUNCIL OF MANAGEMENT (CONT.)

31st January 1997

REPORT OF THE CHAIRPERSON

Principal activity and organisation

The principal activity of the company is the provision of a therapeutic environment for persons with mental health problems or those with special needs.

The company is a registered charity and a company limited by guarantees, supported by fees.

Cherry Orchards continued to offer opportunities for mainly younger adults to make steps from a situation of dependency to a degree of personal independence, self responsibility and improved health. Most residents have problems of mental health, and many of these come to us from a hospital or similar situation.

During the year we employed six part-time paid staff in addition to the average of twelve full-time volunteers (co-workers), four of whom carry the daily responsibility for the operation of Cherry Orchards as the Management Group under delegated powers from the Council of Management. The Council of Management met seven times during the year. Cherry Orchards is a member of the Association of Camphill Communities.

Review of progress and achievements

The full-time co-workers and residents continued to live and work together as an integrated therapeutic community. This way of living together and the added support from part-time employed therapists continued to offer opportunities in the areas of practical and human/social involvement.

Since the last report there has been a significant improvement of the financial situation. Income has gone up and expenditure down. Our weekly fee has been increased to £450. Expenditure was lowered by the postponement of some maintenance work and frugal housekeeping. Resident numbers went up slightly.

The present financial situation leaves us better prepared for the year to come.

During the year we achieved a more balanced situation in the co-workers/residents number. This in turn created opportunities to consolidate our aims as a therapeutic community.



C.H. Van Rooy
Secretary

16th April 1997

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

STATEMENT OF COUNCIL MEMBERS' RESPONSIBILITIES

We are required under company law to prepare financial statements 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 of the company for that period. In preparing those financial statements we are required to:

- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

We are also responsible for:

- keeping proper accounting records;
- safeguarding the company's assets;
- taking reasonable steps for the prevention and detection of fraud.

On behalf of the board

E.Havernaas
Council Member

16th April 1997



CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

AUDITORS' REPORT

Auditors' report to the members of

Cherry Orchards (Camphill) Community Limited

We have audited the financial statements on pages 5 to 12 which have been prepared under the accounting policies set out on page 8.

Respective responsibilities of council members and auditors

As described on page 3, the company's council members are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements 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 financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

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

Opinion

In our opinion the financial statements give a true and fair view of the company's affairs as at 31st January 1997 and of its surplus for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Bristol



Elliott Bunker
Registered Auditors
Chartered Accountants

16th April 1997

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

INCOME AND EXPENDITURE ACCOUNT

for the year ended 31st January 1997

	Note	1997 £	1996 £
Turnover	2	221,793	200,161
Donations		3,253	1,900
Net operating expenses			
Administrative expenses		(186,910)	(226,409)
Other operating income		59	-
Operating surplus/(deficit)	3	38,195	(24,449)
Interest payable	5	(23,689)	(26,029)
Surplus/(deficit) on ordinary activities retained for the year	13	14,506	(50,478)

Movements in reserves are shown in the notes to the financial statements.

None of the company's activities were acquired or discontinued during the above two financial years.

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

BALANCE SHEET

at 31st January 1997

	Note	£	1997 £	£	1996 £
Fixed assets					
Tangible assets	6		533,693		562,710
Investments	7		51		51
			<u>533,744</u>		<u>562,761</u>
Current assets					
Debtors	8	23,085		26,016	
Cash at bank and in hand		17,102		8,969	
			<u>40,187</u>		<u>34,985</u>
Creditors: amounts falling due within one year	9	(87,655)		(103,486)	
Net current liabilities			<u>(47,468)</u>		<u>(68,501)</u>
Total assets less current liabilities			486,276		494,260
Creditors: amounts falling due after more than one year	10		(246,393)		(268,883)
			<u>239,883</u>		<u>225,377</u>
Capital and reserves					
Repair fund	12		-		12,000
Income and expenditure account	13		239,883		213,377
Total funds	11		<u>239,883</u>		<u>225,377</u>

The council members have taken advantage in the preparation of these financial statements of special exemptions provided by Part I of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

The financial statements on pages 5 to 12 were approved by the council members on 16th April 1997.

E. Havermaas
Council Member



CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

A COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 31st January 1997

	General Funds	Restricted Funds	Total	General Funds 1996
	£	£	£	£
Incoming resources				
Fees	213,503	-	213,503	194,944
Seminar	-	6,500	6,500	5,117
Workshop income	90	-	90	-
Grants receivable	1,700	-	1,700	-
Bank deposit interest	59	-	59	-
	<u>215,352</u>	<u>6,500</u>	<u>221,852</u>	<u>200,061</u>
Donations	3,253	-	3,253	1,900
	<u>218,605</u>	<u>6,500</u>	<u>225,105</u>	<u>201,961</u>
Direct charitable expenditure				
Food	35,092	-	35,092	32,152
Household expenditure	10,622	-	10,622	8,977
Wages and national insurance	13,089	-	13,089	16,244
Medical costs	24,539	-	24,539	20,519
Co-workers expenses	11,119	-	11,119	12,667
Cultural and educational expenses	20,307	-	20,307	34,445
Workshop expenses	345	-	345	-
Motor expenses	8,608	-	8,608	12,063
Bad debts	359	-	359	-
Support costs	49,061	4,385	53,446	78,484
	<u>173,141</u>	<u>4,385</u>	<u>177,526</u>	<u>215,551</u>
Other expenditure				
Management and administration	33,073	-	33,073	36,888
Total resources expended	<u>206,214</u>	<u>4,385</u>	<u>210,599</u>	<u>252,439</u>
Net incoming/(outgoing) resources	12,391	2,115	14,506	(50,478)
Transfer from repair fund	12,000	-	12,000	-
Fund balances brought forward	213,377	-	213,377	263,855
Fund balances carried forward	<u>237,768</u>	<u>2,115</u>	<u>239,883</u>	<u>213,377</u>

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31st January 1997

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules and in accordance with SORP Accounting by Charities.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Sections 246 to 247 of the Companies Act 1985 for small companies.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Freehold land	No depreciation
Freehold buildings	4% straight line basis
Motor vehicles	25% straight line basis

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

Grants

Grants received in the year are revenue based and are credited to the profit and loss account in the year that the relevant projects are undertaken.

Capital expenditure

Capital expenditure, except that on motor vehicles and new buildings, is written off as it is incurred.

2 Turnover

Turnover represents the amount derived from the provision of goods and services which fall within the company's ordinary activities stated net of value added tax.

In the opinion of the council members, none of the turnover of the company is attributable to geographical markets outside the UK. (1996 nil)

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31st January 1997

3 Operating surplus/(deficit)	1997 £	1996 £
Operating surplus/(deficit) is stated after crediting		
Interest receivable	59	-
Profit on sale of assets	4,500	-
	<u> </u>	<u> </u>
and after charging		
Auditors' remuneration	2,274	2,198
	<u> </u>	<u> </u>
Depreciation of tangible fixed assets (note 6)		
owned assets	29,017	31,847
	<u> </u>	<u> </u>
4 Directors and employees	1997 £	1996 £
Staff costs		
Wages and salaries	12,487	10,748
	<u> </u>	<u> </u>
	Number	Number
Average monthly number employed	2	2
	<u> </u>	<u> </u>
5 Interest payable	1997 £	1996 £
Interest payable	23,689	26,029
	<u> </u>	<u> </u>

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31st January 1997

6 Tangible fixed assets

	Motor Vehicles £	Land and Buildings £	Total £
Cost or valuation			
1st February 1996	27,530	723,100	750,630
Disposals	(10,800)	-	(10,800)
31st January 1997	<u>16,730</u>	<u>723,100</u>	<u>739,830</u>
Depreciation			
1st February 1996	22,933	164,987	187,920
Charge for year	1,533	27,484	29,017
Disposals	10,800	-	10,800
31st January 1997	<u>13,666</u>	<u>192,471</u>	<u>206,137</u>
Net book amount			
31st January 1997	<u>3,064</u>	<u>530,629</u>	<u>533,693</u>
1st February 1996	<u>4,597</u>	<u>558,113</u>	<u>562,710</u>

7 Fixed asset investments

	Investments other than loans £
Cost	
1st February 1996 and at 31st January 1997	51
Net book amount	
31st January 1997	<u>51</u>
1st February 1996	<u>51</u>

The investment comprises 1 share in Triodos Bank, at cost.

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31st January 1997

8 Debtors	1997 £	1996 £
Amounts falling due within one year		
Trade debtors	12,067	23,777
Prepayments and accrued income	11,018	2,240
	<u>23,085</u>	<u>26,017</u>
9 Creditors: amounts falling due within one year	1997 £	1996 £
Bank loans	15,608	9,816
Other loans	2,667	2,667
Bank overdraft	56,106	74,578
Trade creditors	-	875
Other taxation and social security	138	336
Other Creditors	13,136	15,214
	<u>87,655</u>	<u>103,486</u>
10 Creditors: amounts falling due after more than one year	1997 £	1996 £
Bank loans	238,397	258,220
Other creditors	7,996	10,663
	<u>246,393</u>	<u>268,883</u>
Maturity of debt included above		
In one year or less, or on demand	18,275	-
Between one and two years	18,275	-
Between two and five years	52,153	-
In five years or more	175,965	268,883
	<u>264,668</u>	<u>268,883</u>
Creditors other than finance lease and hire purchase contracts		
Amounts falling due after more than five years	<u>264,668</u>	<u>268,883</u>

The bank loan is secured on the legal mortgage given by the Community over freehold property. The other loan from Mercury Provident Pension Scheme is secured on a second charge on the property.

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31st January 1997

11 Reconciliation of movements in funds

	1997 £	1996 £
Surplus/(deficit) for the financial year	14,506	(50,478)
Net addition to/(subtraction from) funds		
Opening funds	225,377	275,855
Closing funds	<u>239,883</u>	<u>225,377</u>

12 Repair fund

	1997 £
1st February 1996	12,000
Transfer to income and expenditure account	<u>(12,000)</u>
31st January 1997	<u>-</u>

13 Income and expenditure account

	1997 £
1st February 1996	213,377
Retained surplus for the year	14,506
Transfer from repair fund	<u>12,000</u>
31st January 1997	<u>239,883</u>

14 Guarantees and other financial commitments

The company has withheld the sum of £9,800 in the form of a retention against incomplete building works. In the opinion of the council members this amount will not be payable.