

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

ACCOUNTS

31ST JANUARY 1995



Company Registration No. 1347568

Registered Charity No. 275241

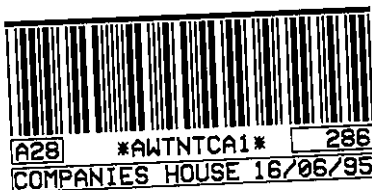
ELLIOTT BUNKER

CHARTERED ACCOUNTANTS

A member firm of

 *The UK 200 Group* 

PRACTISING CHARTERED ACCOUNTANTS



CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED
(A Company Limited by Guarantee)
REPORT OF THE COUNCIL OF MANAGEMENT

The Council Members have pleasure in submitting their Annual Report and Accounts for the year ended 31st January 1995.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the Council Members to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Community and of the profit or loss of the Community for that period. In preparing those financial statements the Council Members are required to:-

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

The Council Members are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

PRINCIPAL ACTIVITY

The principal activity of the Community is the provision of a therapeutic environment for persons with a mental handicap or those in need of special care. The Community is a registered charity, and a company limited by guarantee.

MEMBERS OF COUNCIL

The Council Members who served during the year were:-

H. Berger	E. Havneraas
M. Berger	C. Lauppe
M. Bucknall	V. Sands
K. Naydler	S. Kort
C. H. Van Rooy	C. Konig
H. K. Van Rooy	S. Acland
T. Koeller	M. Hailey (Appointed 23.6.94)

AUDITORS

A resolution proposing the re-appointment of Elliott Bunker as Auditors of the Community will be put to the forthcoming Annual General Meeting.

This report has been prepared taking advantage of the exemptions conferred by Part II of Schedule 8 of the Companies Act 1985.

ON BEHALF OF THE COUNCIL


C. H. VAN ROOY

Council Member

Bristol

23 March 1995

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED
REPORT OF THE CHAIRMAN
FOR THE YEAR ENDED 31ST JANUARY 1995

The Council Members present their report and financial statement for the year ended 31 January 1995.

Activities

The Company is a registered charity, supported by fees, providing opportunities of rehabilitation for people with psychiatric and emotional problems.

Financial Statements

The results for the period and appropriations thereof are set out in the Income and Expenditure Account, together with the relevant notes to the Financial Statements.

Review of the Year

One major change took place in the Summer. We then effectively changed our emphasis from a community for people with learning difficulties; thereby creating the possibility to turn fully to the needs of those with psychiatric or mental health problems. Nine residents moved on to other appropriate communities or homes.

We then slowly started to grow again. By November/December we had eight residents; by the end of January 1995 eleven residents. Ultimately we hope to provide up to fifteen places.

New ways and forms of managing and support are being developed. We attempt to transform the hierarchical house parents structure into something more collegial and appropriate to the totality of the population. The development of a key worker group around each resident helps to decentralise, and reduces the dangers of dependency on single co-workers.

Another major change is the one from a forty-three week year to an all year round provision. This has important consequences for the rhythm of the year and the people living therein.

As in any pioneering situation the finances were at times precarious. A close brotherliness and a keen eye on expenditure together with support in money and goods have resulted in a healthy balance sheet. Extra income was generated by short term placements. We had eight Camphill villagers for successful three month periods of recuperation and reorientation.

The co-worker situation has been relatively stable. We started to look for an expansion of the core co-worker group, especially after the Summer when Peter and Christine Grunewald decided they needed to live outside the Cherry Orchards Community, but continued their connection.

Attempts to go beyond the borders of our community have been partially successful. A good working relationship with local health provisions in general and some individuals in particular has added to the growing network of support and contacts.

Weekly therapy meetings are supported by our art therapists and by Dr. Peter Grunewald, as well as the full compliment of Cherry Orchards' co-workers. Our local G.P.s Dr. Peter Grunewald and Dr. Andrew Maendl continued to actively support us in our work with the residents.

In the Summer our Friends Group reformed and set itself the goal of raising funds for a new greenhouse.

As well as the regular art therapies and eurhythmy therapy we now have a well functioning basket workshop, candle workshop and wool workshop.

All individual Council Members have given tremendous support to the new activity, in spite of a demanding intensity of meetings and many calls for support in between.

We want to thank all other Camphill Communities for their contributions and continuous support. This was a most important and positive element in the development of our new direction.

23 March 1995

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

PRINCIPAL ADVISERS

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
19 Orchard Street
Bristol
BS1 5EG

REGISTERED ADDRESS OF THE CHARITY

Cherry Orchards
Canford Lane
Westbury on Trym
Bristol
BS9 3PF

AUDITORS REPORT TO THE MEMBERS OF
CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED
(A Company Limited by Guarantee)

We have audited the Financial Statements on pages 6 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

Respective responsibilities of Council Members and Auditors

As described on page 1 the Community'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

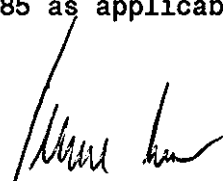
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements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

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

Qualified opinion arising from non compliance with an Accounting Standard

As stated in note 1 to the accounts, capital expenditure, except that on motor vehicle and new buildings is written off as it is incurred. This is not in accordance with Statement of Standard Accounting Practice No. 12.

Except for the matter referred to above, in our opinion the financial statements give a true and fair view of the state of the community's affairs as at 31st January 1995 and of its deficit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 as applicable to small Companies.


ELLIOTT BUNKER
REGISTERED AUDITOR
CHARTERED ACCOUNTANTS

19 Orchard Street,
Bristol,
BS1 5EG

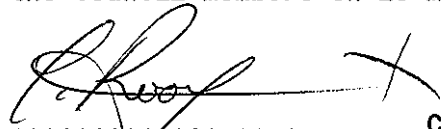
23 March 1995

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED
(A Company Limited by Guarantee)
BALANCE SHEET
31ST JANUARY 1995

	<u>Notes</u>	<u>1995</u>	<u>1994</u>
<u>TANGIBLE FIXED ASSETS</u>	2	588,427	620,001
<u>INVESTMENTS</u>	3	51	51
		<u>588,478</u>	<u>620,052</u>
<u>CURRENT ASSETS</u>			
Debtors	4	28,927	32,969
Cash at Bank		7,079	7,077
		<u>36,006</u>	<u>40,046</u>
<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>	5	(72,095)	(121,306)
<u>NET CURRENT LIABILITIES</u>		<u>(36,089)</u>	<u>(81,260)</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		552,389	538,792
<u>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</u>	6	(276,534)	(288,997)
		<u>£275,855</u>	<u>£249,795</u>
<u>RESERVES</u>			
Repair Fund		12,000	12,000
Accumulated Fund		263,855	237,795
		<u>£275,855</u>	<u>£249,795</u>

The Council Members have taken advantage of the exemptions conferred by Part I of Schedule 8 of the Companies Act 1985 and have done so on the grounds that in their opinion the Community is entitled to those exemptions as a small company.

Approved by the Council Members on 23 March 1995

X  X

..... C. H. VAN ROOY

SIGNED ON BEHALF OF THE COUNCIL

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED
(A Company Limited by Guarantee)
INCOME AND EXPENDITURE ACCOUNT
YEAR TO 31ST JANUARY 1995

	<u>Notes</u>	<u>1995</u>	<u>1994</u>
<u>TURNOVER</u>	7	241,113	233,290
<u>DONATIONS RECEIVED</u>	8	7,230	19,414
		<hr/>	<hr/>
		248,343	252,704
<u>CO-WORKERS COSTS</u>	9	(12,162)	(12,141)
<u>DEPRECIATION</u>	2	(31,574)	(32,833)
<u>OTHER OPERATING CHARGES</u>		(159,383)	(204,849)
		<hr/>	<hr/>
<u>OPERATING SURPLUS</u>		45,224	2,881
<u>INTEREST PAYABLE</u>		(25,287)	(23,857)
		<hr/>	<hr/>
<u>SURPLUS FOR THE YEAR</u>	10	19,937	(20,976)
<u>PRIOR YEAR ADJUSTMENT</u>	11	6,123	-
<u>ACCUMULATED FUND BROUGHT FORWARD</u>		237,795	258,771
		<hr/>	<hr/>
<u>ACCUMULATED FUND CARRIED FORWARD</u>		£263,855	£237,795
		<hr/>	<hr/>

There were no other recognised gains or losses in the period.

1. ACCOUNTING POLICIES

The Accounts have been prepared under the historical cost convention, and in accordance with Statement of Recommended Practice No.2 and the following accounting policies:-

Cash Flow Statements

The Community has taken advantage of the exemption in Financial Reporting Standard No. 1 from producing a cash flow statement on the grounds that it is a small company.

Capital Expenditure

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

Depreciation

Depreciation is provided to write off the cost of motor vehicles by four equal annual instalments.

Depreciation is provided on freehold buildings at a rate of 4% per annum on cost.

No depreciation is provided on freehold land.

Taxation

The Community is a registered charity and is not therefore liable to taxation.

Leasing and Hire Purchase Contracts

Assets purchased under hire purchase and finance lease contracts are capitalised and the interest accounted for on a straight line basis. Payments under operating leases are taken to the profit and loss account on a straight line basis over the lease term.

2. TANGIBLE FIXED ASSETS

	Freehold Land & Buildings	Motor Vehicles	Total
<u>COST</u>			
31st January 1994	723,100	21,400	744,500
31st January 1995	723,100	21,400	744,500
<u>DEPRECIATION</u>			
31st January 1994	110,019	14,480	124,499
Charge for Year	27,484	4,090	31,574
31st January 1995	137,503	18,570	156,073
<u>NET BOOK VALUE</u>			
31st January 1995	£585,597	£2,830	£588,427
31st January 1994	£613,081	£6,920	£620,001

The cost of depreciable assets included in Freehold Land and Buildings is £687,100.

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED
 NOTES TO THE ACCOUNTS
 31ST JANUARY 1995

3. INVESTMENT

This comprises 1 share in Mercury Provident Society, at cost.

4. DEBTORS

	<u>1995</u>	<u>1994</u>
Fees Outstanding	20,365	25,796
Residential Extras	490	197
Prepayments and Accrued Income	8,072	6,976
	<u>£28,927</u>	<u>£32,969</u>

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Bank Overdraft (Secured)	40,089	48,674
Bank Loans (Secured)	14,648	19,500
Short Term Loan	-	25,000
Other Loan (Secured)	2,667	2,667
Fees in Advance	840	6,243
Accruals	12,777	17,415
Other Taxes and Social Security	560	-
Residents' Savings and Pocket Money	514	1,177
Finance Lease	-	630
	<u>£72,095</u>	<u>£121,306</u>

6. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

Bank Loans (Secured)	263,204	273,000
Other Loan (Secured)	13,330	15,997
	<u>£276,534</u>	<u>£288,997</u>
Repayable between 2 and 5 years	69,260	88,668
Repayable after more than 5 years	207,274	200,329
	<u>£276,534</u>	<u>£288,997</u>

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

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED
 NOTES TO THE ACCOUNTS
 31ST JANUARY 1995

7. TURNOVER

This comprises fees receivable.

8. DONATIONS RECEIVED

	<u>1995</u>	<u>1994</u>
	£	£
Donations received from Charity Projects and other foundations	7,230	19,414
	<u> </u>	<u> </u>

9. CO-WORKER COSTS

This comprises personal expenditure on behalf of the voluntary co-workers of the Community.

The average number of voluntary co-workers during the year was 11 and the average number of residents was 16 (1994 : 20).

10. SURPLUS FOR THE YEAR

	<u>1995</u>	<u>1994</u>
This is stated after charging:-	£	£
Auditors Remuneration	1,300	1,300
Household Expenditure - Net of Donations	9,525	17,070
Property Repairs and Alterations - Net of Donations	6,304	39,354
Finance Lease Interest	302	1,210
	<u> </u>	<u> </u>

11. PRIOR YEAR ADJUSTMENT

The prior year adjustment is due to an over-accrual for repairs and renewals in 1994.

12. MEMBERS LIABILITY

Members guarantee to contribute to the assets of the Community in the event of a winding up whilst a member and for one year thereafter. Members liability is limited to £1.