

CHERRY ORCHARDS (CAMPHILL) COMMUNITY
LIMITED

FINANCIAL STATEMENTS

31ST JANUARY 1999

Registered number: 1347568

Registered charity number : 275241

ELLIOTT BUNKER

CHARTERED ACCOUNTANTS

Bristol



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CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

FINANCIAL STATEMENTS

for the year ended 31st January 1999

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
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CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

COMPANY INFORMATION

31st January 1999

INCORPORATED	England
NUMBER	1347568
CHAIRMAN	T. Koeller
OTHER COUNCIL MEMBERS	M. Bucknall A. Morris C. Lauppe S. Hopewell E. Havneraas
SECRETARY	S. Sands
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
AUDITORS	Elliott Bunker Chartered Accountants 19 Orchard Street Bristol BS1 5EG

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

REPORT OF THE COUNCIL OF MANAGEMENT

31st January 1999

The council members present their report and the audited financial statements for the year ended 31st January 1999.

The council members who served during the year were as follows:-

T. Koeller
M. Bucknall
A. Morris
C. Lauppe
S. Hopewell
E. Havneraas

Small company exemptions

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

3rd March 1999

CHERRY ORCHARD (CAMPHILL) COMMUNITY LIMITED

REPORT OF THE COUNCIL OF MANAGEMENT

31 JANUARY 1999

REPORT OF THE CHAIRMAN

Principle Activity and Organisation.

The principal activity of the company is the provision of a therapeutic environment for persons with special development needs. This can include life crises, mental health problems and/or learning difficulties.

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

Cherry Orchard continued to offer opportunities for 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 those 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 four 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 opportunity in the areas of practical and human/social involvement.

Since the last report the financial situation has improved, now showing a £6,000 surplus of income over expenditure. The level of residents fluctuated but numbers did increase during the year, to an average of ten. This combined with good householding and a fee increase to £490 per week, contributed to the surplus at the year's end.

During the year we maintained a good balance in the co-workers/residents numbers, thus furthering our aims as a therapeutic community.

T Koeller
Chairman

3 March 1999

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

STATEMENT OF COUNCIL MEMBERS' RESPONSIBILITIES

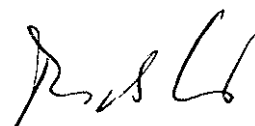
We are required under law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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 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. We are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

3rd March 1999

On behalf of the board



T. Koeller
Chairman

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 10 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of council members and auditors.

As described on page 3, the company's directors 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.

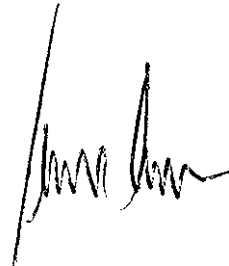
Basis of opinion

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 state of the company's affairs as at 31st January 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Bristol
3rd March 1999

Elliott Bunker
Registered Auditors
Chartered Accountants

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

INCOME AND EXPENDITURE ACCOUNT

for the year ended 31st January 1999

	Note	1999 £	1998 £
Turnover	2	265,861	231,255
Administrative expenses		(236,359)	(222,828)
Other operating income		-	101
Operating profit	3	29,502	8,528
Interest payable	5	(23,493)	(22,854)
Surplus/(deficit) before taxation		6,009	(14,326)
		-	-
Surplus/(deficit) on ordinary activities		6,009	(14,326)
retained for the year	13		

Movements in reserves are shown in note 13.

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 1999

	Note	£	1999	£	1998	£
Fixed assets						
Tangible assets	7		478,731		509,282	
Investments	8		51		51	
			<u>478,782</u>		<u>509,333</u>	
Current assets						
Debtors	9	16,954		21,729		
Cash at bank and in hand		11,711		12,759		
			<u>28,665</u>		<u>34,488</u>	
Creditors: amounts falling due within one year	10	(45,603)		(86,991)		
Net current liabilities			<u>(16,938)</u>		<u>(52,503)</u>	
Total assets less current liabilities			461,844		456,830	
Creditors: amounts falling due after more than one year	11		(230,280)		(231,274)	
			<u>231,564</u>		<u>225,556</u>	
Capital and reserves						
Profit and loss account	13		231,564		225,556	
Total shareholders' funds	12		<u>231,564</u>		<u>225,556</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 10 are approved by the council members on 3rd March 1999



T. Koeller
Chairman
The council

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

A COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 31st January 1999

	General Funds	Restricted Funds	Total Funds 1999	Total Funds 1998
	£	£	£	£
Incoming resources				
Fees	253,930	0	253,930	223,018
Seminar	0	11,612	11,612	6,500
Workshop income	20	0	20	52
Grants receivable	0	0	0	0
Bank deposit interest	0	0	0	101
	<u>253,950</u>	<u>11,612</u>	<u>265,562</u>	<u>229,671</u>
Donations	299	0	299	1,685
	<u>254,249</u>	<u>11,612</u>	<u>265,861</u>	<u>231,356</u>
Direct charitable expenditure				
Food	30,374	0	30,374	29,348
Household expenditure	16,649	0	16,649	12,984
Wages and national insurance	24,103	0	24,103	20,869
Medical costs	29,625	0	29,625	22,423
Co-workers expenses	14,344	0	14,344	12,853
Cultural and educational expenses	18,815	0	18,815	20,808
Workshop expenses	3	0	3	554
Motor expenses	15,066	0	15,066	10,327
Bad debts	267	0	267	249
Support costs	68,088	9,591	77,679	82,423
	<u>217,334</u>	<u>9,591</u>	<u>226,925</u>	<u>212,838</u>
Other expenditure				
Management and administration	32,927	0	32,927	32,844
	<u>250,261</u>	<u>9,591</u>	<u>259,852</u>	<u>245,682</u>
Total resources expended				
	<u>250,261</u>	<u>9,591</u>	<u>259,852</u>	<u>245,682</u>
Net incoming/(outgoing) resources	3,988	2,021	6,009	(14,326)
Transfer from repair fund	0	0	0	0
Fund balances brought forward	221,550	4,005	225,555	239,881
Fund balances carried forward	225,538	6,026	231,564	225,555

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31st January 1999

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 qualifies as a small company under the Companies Act 1985.

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	
Freehold buildings	4% straight line basis
Motor vehicles	25% straight line basis

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 directors, none of the turnover of the company is attributable to geographical markets outside the UK. (1998 nil)

3 Operating profit

	1999 £	1998 £
Operating profit is stated after crediting		
Interest receivable	-	101
and after charging		
Auditors' remuneration	2,644	2,694
Depreciation of tangible fixed assets (note 7)		
owned assets	30,551	30,551

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31st January 1999

4 Directors and employees

	1999	1998
	£	£
Staff costs including directors' emoluments		
Wages and salaries	23,891	20,869
	<u>23,891</u>	<u>20,869</u>
Average monthly number employed including executive directors:	Number 3	Number 3
Directors	£	£

5 Interest payable

	1999	1998
	£	£
Interest payable	<u>23,493</u>	<u>22,854</u>

6 Taxation

The company has no liability for taxation.

7 Tangible fixed assets

Cost	Motor Vehicles £	Land and Buildings £	Total £
1st February 1998 and 31st January 1999	<u>22,870</u>	<u>723,100</u>	<u>745,970</u>
Depreciation			
1st February 1998	16,733	219,955	236,688
Charge for year	<u>3,067</u>	<u>27,484</u>	<u>30,551</u>
31st January 1999	<u>19,800</u>	<u>247,439</u>	<u>267,239</u>
Net book amount			
31st January 1999	<u>3,070</u>	<u>475,661</u>	<u>478,731</u>
1st February 1998	<u>6,137</u>	<u>503,145</u>	<u>509,282</u>

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31st January 1999

8 Fixed asset investments

	Investments other than loans £
Cost	
1st February 1998	51
and at	
31st January 1999	<u>51</u>
Net book amount	
31st January 1999	<u>51</u>
1st February 1998	<u>51</u>

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

9 Debtors

	1999 £	1998 £
Amounts falling due within one year		
Trade debtors	15,837	15,921
Prepayments and accrued income	1,117	5,808
	<u>16,954</u>	<u>21,729</u>

10 Creditors: amounts falling due within one year

	1999 £	1998 £
Bank loans and overdrafts	52,433	65,924
Other loans	2,824	2,667
Other taxation and social security	504	292
Other creditors	-	1,076
Accruals and deferred income	9,666	17,032
	<u>65,427</u>	<u>86,991</u>

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31st January 1999

11 Creditors: amounts falling due
after more than one year

	1999 £	1998 £
Bank loans	207,951	225,945
Other creditors	2,504	5,329
	<u>210,455</u>	<u>231,274</u>

Maturity of debt included above

In one year or less, or on demand	19,824	16,775
Between one and two years	19,824	16,775
Between two and five years	45,113	53,653
In five years or more	145,519	160,846
	<u>230,280</u>	<u>248,049</u>

Creditors other than finance lease
and hire purchase contracts

Amounts falling due after more than five years	<u>145,519</u>	<u>160,846</u>
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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.

12 Reconciliation of movements in funds

	1999 £	1998 £
Profit/(loss) for the financial year representing a Net addition to/(subtraction from) funds	6,009	(14,326)
Opening funds	<u>225,555</u>	<u>239,882</u>
Closing funds	<u>231,564</u>	<u>225,556</u>

13 Profit and loss account

	1999 £
1st February 1998	225,555
Retained profit for the year	<u>6,009</u>
31st January 1999	<u>231,564</u>

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED
INCOME & EXPENDITURE ACCOUNT
for the year ended 31st January 1999

	1999		1998	
	£	£	£	£
Turnover				
Fees		253,930		223,018
Donations		299		1,685
Seminar		11,612		6,500
Workshop Income		<u>20</u>		<u>52</u>
		265,861		231,255
Other operating Income				
Bank deposit interest		<u>-</u>		<u>101</u>
		265,861		231,356
Less overheads				
Food	30,374		29,348	
Household expenditure	16,649		12,984	
Wages	24,103		20,869	
Motor & Travel	15,066		10,327	
Rates	3,603		4,426	
Insurances	2,339		2,396	
Telephone	2,760		4,131	
Heating & lighting	7,100		6,633	
Medical costs	29,625		22,423	
Garden & estate	8,218		4,393	
Stationery & Office	7,102		6,241	
Seminar	9,592		13,816	
Property repairs & maintenance	12,246		16,226	
Co-workers expenses	14,344		12,853	
Cultural & educational	18,811		20,808	
Workshop expenses	3		554	
Depreciation freehold	27,484		27,484	
Depreciation motor vehicles	3,067		3,067	
Bank charges	961		906	
Bank interest	2,409		2,780	
Loan interest	21,084		20,074	
Bad debts	267		249	
Auditor's remuneration	<u>2,644</u>		<u>2,694</u>	
		259,852		245,682
Net trading surplus/(deficit)		<u>6,009</u>		<u>(14,326)</u>