

Registration

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

FINANCIAL STATEMENTS

31 JANUARY 2002

Registered number : 1347568

Registered charity number : 275241

ELLIOTT BUNKER

CHARTERED ACCOUNTANTS

Bristol



CHERRY ORDCARDS (CAMPHILL) COMMUNITY LIMITED

FINANCIAL STATEMENTS

For the year ended 31 January 2002

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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

31 JANUARY 2002

INCORPORATED	England
NUMBER	1347568
COUNCIL MEMBERS	M Bucknall A Morris (Chairman) J Lauruol K Grimshaw E. Haveraas (Resigned 16 January 2002) T Burns (Appointed 7 February 2001) T Curwen (Appointed 21 November 2001)
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 30 Queen Square Bristol BS1 4ND

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

REPORT OF THE COUNCIL OF MANAGEMENT

31 JANUARY 2002

The council members present their report and the audited financial statements for the year ended 31 January 2002.

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

M Bucknall	
A Morris	
E Haveraas	(Resigned 16 January 2002)
J Lauruol	
K Grimshaw	
T Burns	(Appointed 7 February 2001)
T Curwen	(Appointed 21 November 2001)

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.

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

REPORT OF THE COUNCIL OF MANAGEMENT

31 JANUARY 2002

Principal 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 crisis, mental health problems and/or learning difficulties.

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

Cherry Orchards continued to offer opportunity 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 three paid staff in addition to the average of eight 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 six times during the year. Cherry Orchards is a member of the Association of Camphill Communities.

Cherry Orchard has received very positive feedback and encouragement for its work from various Local Authority and professional bodies. The Council of Management is working together with the resident Management Group and the Inspection Unit to prepare for changes that might arise in response to the new Care Standards Act 2000 and the establishment of the new Nation Care Standards Commission.


The work on the land has been very successful this year, producing opportunities for resident involvement and a bumper harvest. Plans and fund raising for a new garden building and greenhouse have gone ahead and the actual groundwork has begun. The Soil Association organic certificate is now completed for all the garden and fields.

Two fee increases bring the fee present to £588 per week. The level of resident numbers and summer respite care contributed to a surplus at the year's end. It was agreed that this money would be earmarked for upgrading of facilities and new development related to the estate and garden work.

This year saw some changes in the Council of Management with one long serving Director Erland Havneraas resigning. The Council of Management has been joined by Thomas Burns and Therese Curwen as Directors.

The staff continue to develop their professional skills both in conjunction with impending new legislation and in response to the changing demands of the present resident group.

The community's work continues to serve the needs of people seeking support in their development and develops in a very positive and encouraging way.



A J Morris
Chairman

24 April 2002

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

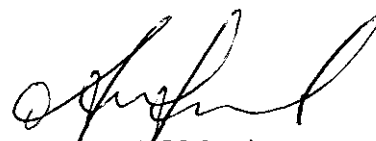
STATEMENT OF COUNCIL MEMBERS' RESPONSIBILITIES

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.

On behalf of the board



A J Morris
Chairman

24 April 2002

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

AUDITORS' REPORT

Independent Auditors' report to the members of Cherry Orchards (Camphill) Community Limited

We have audited the financial statements of Cherry Orchards (Camphill) Community Ltd for the year ended 31 January 2002 which comprises the Statement of Financial Activities, the Balance Sheet and the related notes. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the trustees, who are also the directors of Cherry Orchard (Camphill) Community Limited for the purposes of company law, are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding members remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with the United Kingdom 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 judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

AUDITORS' REPORT

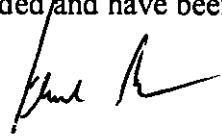
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We planned and performed our audit so as to obtain all information and explanations which we consider necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether the financial statements are free from material mis-statement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluate 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 charitable company's state of affairs as at 31 January 2002, and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Registered Auditors


Elliott Bunker
Registered Auditors
Chartered Accountants
Bristol

Date 24 April 2002

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 JANUARY 2002

	Notes	Unrestricted Funds	Designated Funds	Restricted Funds	2002 Total	2001 Total
Incoming Resources						
Donations		20,834	-	-	20,834	6,423
Activities to further the charity' objectives:						
Fee income		298,917	-	-	298,917	271,912
Seminar income		-	-	5,456	5,456	11,159
Activities to generate funds:						
Investment income and interest		404	-	-	404	-
Other income resources		400	-	-	400	-
Total income resources	2	<u>320,555</u>	<u>-</u>	<u>5,456</u>	<u>326,011</u>	<u>289,494</u>
Charitable Expenditure						
Direct charitable & support costs		254,595	-	7,082	261,677	241,694
Management & administration		28,591	-	220	28,811	22,635
Total Resources Expended	3	<u>283,186</u>	<u>-</u>	<u>7,302</u>	<u>290,488</u>	<u>264,329</u>
Net Movement in Funds	4	37,369	-	(1,846)	35,523	25,165
Total funds at 1 February 2001		253,917	-	5,532	259,449	234,284
Transfer to Designated funds		(32,327)	32,327	-	-	-
TOTAL FUNDS AT 31 JANUARY 2002	12	<u><u>258,959</u></u>	<u><u>32,327</u></u>	<u><u>3,686</u></u>	<u><u>294,972</u></u>	<u><u>259,449</u></u>

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED


BALANCE SHEET

as at 31 January 2002

	Note	2002	2001
Fixed assets			
Tangible assets	6	419,609	420,693
Investments	7	51	51
		<u>419,660</u>	<u>420,744</u>
Current assets			
Debtors	8	15,823	11,260
Cash at bank and in hand		62,171	29,059
		<u>77,994</u>	<u>40,319</u>
Creditors amounts falling due within one year	9	(54,397)	(31,121)
Net current assets		<u>23,597</u>	<u>9,198</u>
Total assets less current liabilities		<u>443,257</u>	<u>429,942</u>
Creditors: amounts falling due after more than one year	10	(148,285)	(170,493)
		<u>294,972</u>	<u>259,449</u>
Represented by:			
Funds		294,972	259,449
Total funds	12	<u>294,972</u>	<u>259,449</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 6 to 13 are approved by the council members on 24 April 2002.


A J Morris
Chairman

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31 January 2002

1. Accounting policies

a) 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 cashflow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

b) Voluntary income received by way of donations and gifts and is included in the Statement of Financial Activities when receivable.

c) Income resources from investments is included when receivable.

d) Resources expended are recognised in the period in which they are incurred. Resources expended included attributable VAT which cannot be reclaimed.

e) 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

f) Capital expenditure

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

(g) Unrestricted funds are donations, fees and other incoming resources receivable or generated for the objects of the charity without further specified purpose and are available as general funds.

h) Designated funds are restricted funds earmarked by the Management Committee for a particular purpose.

i) Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund, together with a fair allocation of management and support.

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31 January 2002

2. Income

Income represents the amount received from fees, seminars and donations and is allocated over the period to which it relates.

In the opinion of the trustees, none of the income of the company is attributable to geographical markets outside the UK. (2002 Nil)

3. Total Resources Expended

	Charitable Expenditure & Support Costs	Management & Administration	2002 Total	2001 Total
Food	30,655	-	30,655	27,486
Household expenses	20,613	-	20,613	19,635
Wages & NIC	27,732	-	27,732	30,424
Medical costs	15,827	-	15,827	11,673
Co-workers	17,582	-	17,582	15,992
Cultural & education	29,777	-	29,777	26,544
Motor & travel	16,061	-	16,061	13,793
Rates & water rates	3,403	1,134	4,537	3,978
Insurance	3,046	-	3,046	2,437
Telephone	1,141	1,140	2,281	2,891
Heat & light	5,125	1,709	6,834	6,823
Stationery & office	4,165	1,389	5,554	4,262
Garden	10,908	-	10,908	13,804
Seminar	7,082	-	7,082	12,192
Repairs & alterations	36,136	-	36,136	27,486
Depreciation	32,424	-	32,424	27,484
Bank charges & interest	-	1,713	1,713	835
Loan & hire purchase interest	-	12,664	12,664	13,770
Audit fees	-	2,900	2,900	2,820
Legal & professional	-	6,162	6,162	-
	<u>261,677</u>	<u>28,811</u>	<u>290,488</u>	<u>264,329</u>

Discussions are taking place between the Camphill Community movement and the Charity Commission on the powers and objects of communities as set out in their governing documents. This may affect the way the charity operates in future years. In accordance with SORP, the accounts of the charity disclose certain payments and benefits to trustees/co-workers and others which the trustees believe they have the power to make under the current terms of their governing document. This will be reviewed when the outcome of the central discussions are known.

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31 January 2002

4. Operating surplus	2002	2001
Operating surplus is stated after charging Auditors' remuneration	2,920	2,820
	<u>=====</u>	<u>=====</u>
Depreciation of tangible fixed assets (Note 6) owned assets	32,424	27,484
	<u>=====</u>	<u>=====</u>
	2002	2001
Finance/lease & hire purchase contracts	1,494	1
Interest payable	11,170	13,770
	<u>=====</u>	<u>=====</u>
	12,664	13,770
	<u>=====</u>	<u>=====</u>

- 5. Taxation**
No liability for corporation tax arises on the results for the year.

6. Tangible fixed assets

	Motor Vehicles	Land and Buildings	Total
Cost			
1 February 2001	22,870	731,000	745,970
Additions	31,340	-	31,340
Disposals	(10,000)	-	(22,870)
31 January 2002	<u>44,100</u>	<u>723,100</u>	<u>754,440</u>
Depreciation			
1 February 2001	22,870	302,407	325,277
Charge for the year	4,940	27,484	32,424
Disposals	(10,000)	-	(22,870)
31 January 2002	<u>17,810</u>	<u>329,891</u>	<u>334,831</u>
Net book amount			
31 January 2002	<u>26,400</u>	<u>393,209</u>	<u>419,609</u>
1 February 2001	<u>-</u>	<u>420,693</u>	<u>420,693</u>

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31 January 2002

7.	Fixed asset investments		Investments other than loans
	Cost		
	1 February 2001 and at 31 January 2002		51
			<hr/>
	Net book amount		
	31 January 2002		51
			<hr/> <hr/>
	1 February 2001		51
			<hr/> <hr/>
	The investment comprises 1 share in Triodos Bank, at cost.		
8.	Debtors	2002	2001
	Amounts falling due within one year		
	Trade debtors	15,823	11,260
		<hr/>	<hr/>
		15,823	11,260
		<hr/> <hr/>	<hr/> <hr/>
9.	Creditors: amounts falling due within one year	2002	2001
	Bank overdrafts	2,007	-
	Other loans	32,400	18,600
	Hire purchase	6,676	-
	Accruals and deferred income	13,314	12,521
		<hr/>	<hr/>
		54,397	31,121
		<hr/> <hr/>	<hr/> <hr/>

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31 January 2002

10.	Creditors: amounts falling due after more than one year	2002	2001
	Other liabilities		
	Bank loans	130,546	170,493
	Hire purchase	17,739	-
		<u>148,285</u>	<u>170,493</u>
	Maturity of debt included above		
	In one year or less, or on demand	41,083	18,600
	In more than one year but not more than two years	39,675	19,000
	In more than two years but not more than five years	73,496	62,431
	In more than five years	35,114	89,062
		<u>189,368</u>	<u>189,093</u>
11.	Reconciliation of movements in funds	2002	2001
	Surplus for the financial year representing a Net addition to funds	35,523	25,165
	Opening funds	259,449	234,284
	Closing funds	<u>294,972</u>	<u>259,449</u>

CHERRY ORCHARDS (CAMPHILL) COMMUNITY LIMITED

NOTES ON FINANCIAL STATEMENTS

31 January 2002

12. Total Funds	2002
Unrestricted funds	258,959
Restricted funds	3,686
Designated funds	32,327
31 January 2002	<u>294,972</u>

Designated Funds

Designated funds comprise the following:

Property Fund

The property fund is to provide for future improvements to the garden buildings

22,236

Care Fund

The Care Fund is to provide for future extraordinary Co-workers needs.

10,091

32,327