

REGISTERED COMPANY NUMBER 1987227 (England and Wales)  
REGISTERED CHARITY NUMBER 517324

**REPORT OF THE TRUSTEES AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2009  
FOR  
WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**



Watts Gregory LLP  
Chartered Accountants & Registered Auditors  
Elfed House  
Oak Tree Court  
Cardiff Gate Business Park  
CARDIFF  
CF23 8RS

**WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**

**CONTENTS OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2009**

---

	Page
Report of the Trustees	1 to 3
Report of the Independent Auditors	4
Statement of Financial Activities	5
Balance Sheet	6
Notes to the Financial Statements	7 to 13

---

## **WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2009**

---

The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2009. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Registered Company number**

1987227 (England and Wales)

##### **Registered Charity number**

517324

##### **Registered office**

Bryntinon  
BRIDGEND  
CF31 4DX

##### **Trustees**

Rev P Milsom	- Chairman
Rev G Williams	
A K Denton	resigned 24/8/09
Rev P A Day	
W Thomas	
Prof N J Fiddian	
Rev D M Job	
Rev B Moody	
Rev P A Thatcher	
Rev D J Ellis	
Rev N G Gilbert	
Rev G John	
Rev M J Plant	
W J Capper	
A W J Stevens	
Dr J A Temple	

##### **Company Secretary**

K J Orchard

##### **Auditors**

Watts Gregory LLP  
Chartered Accountants & Registered Auditors  
Elfed House  
Oak Tree Court  
Cardiff Gate Business Park  
CARDIFF  
CF23 8RS

##### **Solicitors**

Loosemores  
Alliance House  
18-19 High Street  
CARDIFF  
CF10 1PT

##### **Senior staff**

Principal	Rev J Stephen
Registrar - Postgraduates	Miss A Lewis
Registrar - Undergraduates	Miss L-J Souillot
Bursar	K Green
Resources manager	J Lang
Development manager	K J Orchard

## **WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2009**

---

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The Wales Evangelical School of Theology Limited (WEST) is a company limited by guarantee governed by its Memorandum and Articles of Association dated 7 February 1986 and amended on 20 June 2003 and 2 March 2006. It is registered as a charity with the Charity Commission.

##### **Recruitment and Appointment of trustees**

Trustees are appointed to represent different geographical areas within the United Kingdom and various denominational and non-denominational groupings making up the conservative evangelical (largely Reformed) Christian constituency which the School serves. The trustees possess an appropriate range of skills and experience for the effective management of the charity.

##### **Induction and Training of New Trustees**

New Council Members are carefully chosen for the particular skills and experience they bring to the School. Most new Council Members already have experience as charity trustees. The Principal liaises with new Council Members and provides them with information about the School's activities. Each new trustee receives a copy of the latest annual accounts, the Memorandum and Articles and the Charity Commission's advice on trustee responsibility.

##### **Organisational Structure**

The Trustees administer the charity and meet at least three times a year. The Executive Committee meets between School Council meetings. The Principal is appointed by the trustees to manage the day to day operations of the charity and presents regular reports to the trustees. The Principal also chairs the Academic Board, comprising the full-time academic staff and the Senior Managers' meeting comprising the Registrars, Bursar, Resources Manager and Development Manager.

##### **Related parties**

WEST has a close relationship with the Evangelical Movement of Wales (EMW). The management of the two charities is completely separate although they do have some trustees in common. The School property has been leased from EMW. The lease provides for EMW to occupy part of the property as its offices. The aim and doctrinal commitment of both charities are compatible.

##### **Risk management**

The trustees have a risk management strategy which comprises an ongoing review of the major risks to which the charity is exposed. They are satisfied that systems are in place to meet major risks. The annual financial accounts are professionally audited externally and the termly accounts are also reviewed by the charity's auditors. Insurance cover is reviewed annually, informed by an independent expert. All health and safety systems are scrutinised and advised by external consultants.

#### **OBJECTIVES AND ACTIVITIES**

The objects of the charity are

- o To train and encourage men called to preach the Word and to pastor churches
- o To provide training for men and women called to serve God in other areas of Christian work at home and abroad
- o To provide in-service training for church ministers and missionaries, as well as local church officers and members
- o To ensure that its work is integrated as fully as possible into the life and witness of churches

The strategies employed to assist the charity to meet these objects included the following

- o Discussions are on-going with potential major donors in South Korea
- o A new investment scheme 'Invest in West' was promoted among our UK church constituency
- o Courses continued to be improved and new ones added

##### **Public benefit**

The organisation's trustees can confirm that they have complied with the duty in Section 4 of the Charities Act 2006 to have due regard to public benefit guidance published by the Commission.

#### **ACHIEVEMENT AND PERFORMANCE**

25 students graduated with degrees at various levels from the University of Wales, Lampeter. Several went on to ministry appointments and others to further study. New applications were up, at over 50, including 27 undergraduates. The first six-week Summer Season of courses ran successfully.

## **WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2009**

---

#### **FINANCIAL REVIEW**

WEST's income comes from three main sources - fees, gifts and vacation courses. Fee income increased by more than a third. Despite the adverse economic climate, churches and individuals continued to support the work through gifts and interest-free loans to enable us to work within our existing financial provisions. Tight control was exercised over expenditure, and overall we were able to meet the objectives of our plan.

#### **Reserves policy**

It is not possible at the moment to provide a reserve but the trustees aim to maintain sufficient reserves to fund the running and development of the School and the ownership of the buildings and other fixed assets, in accordance with the charitable objects. The aim over time would be to obviate the need to use an overdraft facility. The business plan charts a balanced path out of deficit through an expansion of student numbers and the level of gift income. When sufficient funds are available it would be desirable to maintain a reserve of approximately 25% of annual expenditure.

#### **Funds**

Funds received for the specific purposes of bursary gifts, library / conference centre gifts and building projects are shown as restricted funds in the accounts. In addition the trustees designate some of the donations received towards bursaries for students.

#### **FUTURE DEVELOPMENTS**

Our intention is to grow the School in terms of both the faculty and student numbers. Our ability to do this will depend on progress in securing church partnerships as mentioned above.

#### **STATEMENT OF TRUSTEES RESPONSIBILITIES**

The trustees (who are also the directors of Wales Evangelical School of Theology Limited for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charities SORP,
- 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 charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### **STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

#### **AUDITORS**

The auditors, Watts Gregory LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

#### **ON BEHALF OF THE TRUSTEES**



K J Orchard - Secretary

Date 11 February 2010

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**

---

We have audited the financial statements of Wales Evangelical School of Theology Limited for the year ended 31 August 2009 on pages seven to fifteen. The financial statements have been prepared under the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective April 2008).

This report is made solely to the charitable company's members, as a body, in accordance with Section 495 and 496 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of trustees and auditors**

The trustees' (who are also the directors of the charitable company for the purposes of company law) responsibilities for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out on page three.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view, are properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice and are prepared in accordance with the Companies Act 2006. We also report to you whether, in our opinion, the information given in the Report of the Trustees is consistent with those financial statements.

In addition, we report to you if, in our opinion, the charitable company has not kept adequate accounting records, if the charitable company's financial statements are not in agreement with the accounting records and returns, if we have not received all the information and explanations we require for our audit, or if certain disclosures of trustees' remuneration specified by law are not made.

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

**Basis of audit opinion**

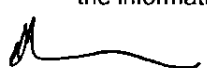
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees 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.

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.

**Opinion**

In our opinion:

- the financial statements give a true and fair view of the state of the charitable company's affairs as at 31 August 2009 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities,
- the financial statements have been prepared in accordance with the Companies Act 2006, and
- the information given in the Report of the Trustees is consistent with the financial statements.

  
David Williams Bsc FCA DChA (Senior Statutory Auditor)  
for and on behalf of Watts Gregory LLP (Statutory Auditor)  
Chartered Accountants  
Elfed House  
Oak Tree Court  
Cardiff Gate Business Park  
CARDIFF  
CF23 8RS

Date 18 February 2010

**WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 AUGUST 2009**

	Notes	Unrestricted funds £	Restricted funds £	2009 Total funds £	2008 Total funds £
<b>INCOMING RESOURCES</b>					
<b>Incoming resources from generated funds</b>					
Voluntary income	2	149,499	8,948	158,447	227,584
Activities for generating funds	3	30,148	-	30,148	25,120
Investment income	4	2	-	2	16
<b>Incoming resources from charitable activities</b>					
Training people for the Christian ministry	5	419,679	-	419,679	340,130
<b>Other incoming resources</b>		<u>15,353</u>	<u>-</u>	<u>15,353</u>	<u>11,938</u>
<b>Total incoming resources</b>		614,681	8,948	623,629	604,788
<b>RESOURCES EXPENDED</b>					
<b>Charitable activities</b>					
Training people for the Christian ministry	6	690,587	11,925	702,512	660,823
<b>Governance costs</b>	9	<u>10,552</u>	<u>-</u>	<u>10,552</u>	<u>8,008</u>
<b>Total resources expended</b>		701,139	11,925	713,064	668,831
<b>NET INCOMING/(OUTGOING) RESOURCES</b>					
		(86,458)	(2,977)	(89,435)	(64,043)
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		409,915	53,433	463,348	527,391
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>323,457</u>	<u>50,456</u>	<u>373,913</u>	<u>463,348</u>

The notes form part of these financial statements

**WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**

**BALANCE SHEET  
AT 31 AUGUST 2009**

	Notes	Unrestricted funds £	Restricted funds £	2009 Total funds £	2008 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	13	654,007	-	654,007	672,589
<b>CURRENT ASSETS</b>					
Debtors amounts falling due within one year	14	33,368	-	33,368	38,825
Cash at bank and in hand		<u>567</u>	<u>-</u>	<u>567</u>	<u>658</u>
		33,935	-	33,935	39,483
<b>CREDITORS</b>					
Amounts falling due within one year	15	<u>(281,685)</u>	<u>50,456</u>	<u>(231,229)</u>	<u>(172,424)</u>
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		<u>(247,750)</u>	<u>50,456</u>	<u>(197,294)</u>	<u>(132,941)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		406,257	50,456	456,713	539,648
<b>CREDITORS</b>					
Amounts falling due after more than one year	16	<u>(82,800)</u>	<u>-</u>	<u>(82,800)</u>	<u>(76,300)</u>
<b>NET ASSETS</b>		<u><u>323,457</u></u>	<u><u>50,456</u></u>	<u><u>373,913</u></u>	<u><u>463,348</u></u>
<b>FUNDS</b>	19				
Unrestricted funds				323,457	409,915
Restricted funds				<u>50,456</u>	<u>53,433</u>
<b>TOTAL FUNDS</b>				<u><u>373,913</u></u>	<u><u>463,348</u></u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the Trustees on  
by

11/2/10

and were signed on its behalf

*P. G. Milsom*

P Milsom -Trustee

The notes form part of these financial statements



# WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2009

---

### 1 ACCOUNTING POLICIES

#### **Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standards for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

#### **Going concern**

At 31 August 2009 there were net current liabilities of £197,294 (2008 - £172,424). However, based on cashflow forecasts, the trustees are confident income and expenditure will be brought in line and together with the ongoing support of trustees, they consider the going concern basis adopted for the preparation of the financial statements to be appropriate

#### **Voluntary income**

Voluntary income, including donations and gifts which are of a general nature, is recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when the donor specifies it must be used in future accounting periods or the donor has imposed conditions which must be met before the charity has unconditional entitlement

This includes capital grants

#### **Incoming resources from charitable activities**

Incoming resources from charitable activities includes fee income received and other similar income. This income is recognised as the related services are provided and there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Income is deferred when the amounts received are in advance of the performance of the service or event to which they relate

It is not the policy of the charity to show incoming resources net of expenditure

#### **Investment income**

Investment income is recognised on a receivable basis

#### **Resources expended**

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes VAT as the charity is not registered

"charitable expenditure" comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them

"support costs" are those costs that, whilst necessary to deliver an activity, do not themselves produce or constitute the output of the charity

"governance costs" include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity

#### **Allocation and apportionment of costs**

All costs are allocated between the expenditure categories on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis. Allocation of expenses has occurred between direct expenditure and support costs for some wages and salaries and related costs based on an estimate of time spent in those areas. A similar allocation has occurred for the premises and related costs based on an estimate of the areas used

#### **Tangible fixed assets**

All fixed assets are initially recorded at cost

#### **Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Fixtures, furniture and equipment	20% straight line
Long leasehold property	2% straight line

#### **Taxation**

The charity is exempt from corporation tax on its charitable activities

**WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 AUGUST 2009**

**1 ACCOUNTING POLICIES - continued**

**Fund accounting**

Unrestricted funds are those which may be used for general charitable purposes at the discretion of the trustees

Restricted funds have been received with specific stipulations from the donor as to their use and may only be used for such purposes

Transfers are made from restricted to unrestricted funds once the conditions for the restriction have been met

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements

**Pension costs and other post-retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate

**2 VOLUNTARY INCOME**

	2009 £	2008 £
Gifts	157,947	217,584
Legacies	<u>500</u>	<u>10,000</u>
	<u>158,447</u>	<u>227,584</u>

**3 ACTIVITIES FOR GENERATING FUNDS**

	2009 £	2008 £
Conference centre income	<u>30,148</u>	<u>25,120</u>

**4 INVESTMENT INCOME**

	2009 £	2008 £
Bank interest receivable	<u>2</u>	<u>16</u>

**5. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES**

	Activity	2009 £	2008 £
School fees	Training people for the Christian ministry	<u>419,679</u>	<u>340,130</u>

**6 CHARITABLE ACTIVITIES COSTS**

	Direct costs (See note 7) £	Support costs (See note 8) £	Totals £
Training people for the Christian ministry	<u>548,461</u>	<u>154,051</u>	<u>702,512</u>

**WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 AUGUST 2009**

**7 DIRECT COSTS OF CHARITABLE ACTIVITIES**

	2009 £	2008 £
Salaries, social security and pensions	314,726	315,199
Rates and water	8,861	9,368
Insurance	11,213	9,957
Light and heat	17,282	18,587
Telephone	4,939	5,427
Postage and stationery	9,525	6,654
Bursary donations	2,475	8,249
Visiting lecturers expenses	25,386	21,000
Library	8,861	8,699
University invigilation fees	35,480	30,377
IT	17,189	15,410
Repairs and maintenance	25,772	28,606
Service contracts	2,873	3,468
Cleaning	2,690	3,602
Provisions	19,315	22,531
Legal and professional fees	4,370	1,896
Staff expenses	2,629	3,149
Miscellaneous expenses	4,125	5,466
Bad debts	11,437	4,000
Depreciation	19,313	18,860
	<u>548,461</u>	<u>540,505</u>

**8 SUPPORT COSTS**

	Staff costs £	Depreciation £	Other £	Totals £
Training people for the Christian ministry	<u>81,258</u>	<u>748</u>	<u>72,045</u>	<u>154,051</u>

**9 GOVERNANCE COSTS**

	2009 £	2008 £
Costs of trustees' meetings	812	737
Accountancy	1,409	2,062
Trustee indemnity insurance	604	302
Legal fees	3,938	1,517
Auditors' remuneration	<u>3,789</u>	<u>3,390</u>
	<u>10,552</u>	<u>8,008</u>

**10 NET INCOMING/(OUTGOING) RESOURCES**

Net resources are stated after charging/(crediting)

	2009 £	2008 £
Auditors' remuneration	3,789	3,390
Depreciation - owned assets	20,061	19,477
Auditors' remuneration - non audit	1,409	2,062
Staff pension contributions	<u>18,609</u>	<u>18,644</u>

**WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 AUGUST 2009**

**11 TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 August 2009 nor for the year ended 31 August 2008

**Trustees' Expenses**

Expenses totalling £812 (2008 - £737) were reimbursed to 5 (2008 - 6) trustees during the year. No further amounts were paid to trustees except those disclosed in Note 20 as related party transactions

**12 STAFF COSTS**

	2009 £	2008 £
Wages and salaries	346,997	328,264
Social security costs	30,378	28,903
Other pension costs	18,609	18,644
	<u>395,984</u>	<u>375,811</u>

The average monthly number of employees during the year was as follows

2009	2008
<u>21</u>	<u>20</u>

**13 TANGIBLE FIXED ASSETS**

	Long leasehold £	Fixtures, furniture and equipment £	Totals £
<b>COST</b>			
At 1 September 2008	786,216	113,955	900,171
Additions	-	1,479	1,479
At 31 August 2009	<u>786,216</u>	<u>115,434</u>	<u>901,650</u>
<b>DEPRECIATION</b>			
At 1 September 2008	125,754	101,828	227,582
Charge for year	15,724	4,337	20,061
At 31 August 2009	<u>141,478</u>	<u>106,165</u>	<u>247,643</u>
<b>NET BOOK VALUE</b>			
At 31 August 2009	<u>644,738</u>	<u>9,269</u>	<u>654,007</u>
At 31 August 2008	<u>660,462</u>	<u>12,127</u>	<u>672,589</u>

**14 DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2009 £	2008 £
Trade debtors	14,857	23,498
Other debtors	4,075	5,555
Prepayments and accrued income	14,436	9,772
	<u>33,368</u>	<u>38,825</u>

**WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 AUGUST 2009**

**15 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2009 £	2008 £
Bank loans and overdrafts	139,018	140,292
Social security and other taxes	8,225	9,013
Other creditors	2,600	2,497
Interest free loans	45,000	-
Accruals and deferred income	<u>36,386</u>	<u>20,622</u>
	<u>231,229</u>	<u>172,424</u>

**16 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2009 £	2008 £
Interest free loans	76,300	76,300
Accruals and deferred income	<u>6,500</u>	<u>-</u>
	<u>82,800</u>	<u>76,300</u>

**17 OPERATING LEASE COMMITMENTS**

The following operating lease payments are committed to be paid within one year

	2009 £	2008 £
Expiring		
Between one and five years	<u>5,476</u>	<u>1,849</u>

**18 PENSION COMMITMENTS**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions paid by the company and amounted to £18,609 (2008 - £18,644)

**19 MOVEMENT IN FUNDS**

	At 1/9/08 £	Net movement in funds £	At 31/8/09 £
<b>Unrestricted funds</b>			
General fund	403,385	(88,538)	314,847
Designated bursary fund	<u>6,530</u>	<u>2,080</u>	<u>8,610</u>
	409,915	(86,458)	323,457
<b>Restricted funds</b>			
Bursary gifts	-	4,085	4,085
Library/conference centre	17,704	600	18,304
Projects fund	34,009	(9,200)	24,809
The Rev J Elwyn Davies Memorial Ministry Fund	<u>1,720</u>	<u>1,538</u>	<u>3,258</u>
	53,433	(2,977)	50,456
<b>TOTAL FUNDS</b>	<u>463,348</u>	<u>(89,435)</u>	<u>373,913</u>

**WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 AUGUST 2009**

**19 MOVEMENT IN FUNDS - continued**

Net movement in funds, included in the above are as follows

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	612,601	(701,139)	(88,538)
Designated bursary fund	<u>2,080</u>	<u>-</u>	<u>2,080</u>
	614,681	(701,139)	(86,458)
<b>Restricted funds</b>			
Bursary gifts	6,560	(2,475)	4,085
Library/conference centre	600	-	600
The Rev J Elwyn Davies Memorial Ministry Fund	1,538	-	1,538
Teaching of Hebrew	250	(250)	-
Projects fund	<u>-</u>	<u>(9,200)</u>	<u>(9,200)</u>
	8,948	(11,925)	(2,977)
<b>TOTAL FUNDS</b>	<u>623,629</u>	<u>(713,064)</u>	<u>(89,435)</u>

Bursary gifts are donations made towards the fees of students at the School

The library/conference centre fund consists of donations towards a future capital project

The project fund is to cover a number of maintenance projects and the rebranding/marketing of the charity

The Teaching of Hebrew fund is in respect of donations made by an individual who specified they be used towards the salary of the Hebrew lecturer

During the year a loan continued from restricted to unrestricted funds to cover a temporary deficit. The amount owing to restricted funds will be made good when the expenditure is incurred.

**WALES EVANGELICAL SCHOOL OF THEOLOGY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 AUGUST 2009**

---

**20 RELATED PARTY DISCLOSURES**

During the year an amount of £2,400 (2008 - £2,400) was donated to Unevangelised Fields Mission Worldwide in recognition of lecturing services given by Rev P Milsom, a trustee of the charity

During the year the charity entered into transactions with Saratoga Leasing Limited and Saratoga Technologies (UK) Limited (Dr J A Temple is chairman and director of these companies) Total transactions in the year were £3,790 (2008 - £2,004) and £5,923 (2008 - £6,684) respectively

During the year Prof N J Fiddian made a loan of £5,000 and Mr W J Capper made a loan of £15,000 Dr J A Temple continued to loan £64,000 and Mr W Thomas continued to loan £3,000 to the charity These loans are from trustees and are interest free

Payments to trustees and connected persons are made under the authority given in the charitable company's memorandum and articles

The transactions between the charity and the Evangelical Movement of Wales (EMW) are as follows

	2009	2008
	£	£
Recharged expenses receivable from EMW	8,958	5,624
Purchases made from EMW	1,545	1,714
Conference centre fees	9,148	2,546

The amount owed to the charity by EMW at the year end was £2,500 (2008 - £3,221) This is included within prepayments and accrued income

EMW occupy a section of the charity's property for which a peppercorn rent is payable

**21 ULTIMATE CONTROLLING PARTY**

There is no one ultimate controlling party The charity is under the control of the Trustees of Trustees