

OXFORDSHIRE COMMUNITY CHURCHES

Company number 3223210

(A company limited by guarantee and not having a share capital)

Annual Report and Financial Statements for the year ended 31st August 2009

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OXFORDSHIRE COMMUNITY CHURCHES
REPORT OF THE DIRECTORS AND GENERAL INFORMATION FOR THE YEAR ENDED 31st AUGUST 2009

Status	A company limited by guarantee and not having a share capital, registered in England and Wales, number 3223210 The company has charitable status and is registered with the Charity Commission under registration number 1056921	
Directors	S P Thomas (Chairman) M Beaumont K Bowers (resigned 8 th September 2009) D Campsall P Gale S Jackman	J McCobb (appointed 23 rd March 2010) K Murphy (appointed 26 th January 2010) K Neal T Ogden (resigned 24 th November 2009) M Prosser B Wood
	All the above served throughout the year except as indicated above. The directors of the company are also the trustees of the charitable activities. The powers of appointment or removal of trustees rests with the members. New trustees are selected from the members of Oxfordshire Community Churches after consultation.	
Secretary	M Biddlecombe	
Principal address and registered office	The King's Centre, Osney Mead, Oxford, OX2 0ES	
Auditors	The auditors are Morgan Cameron Limited, Chartered Accountants and Registered Auditors, of Wittas House, Two Rivers, Station Lane, Witney, Oxfordshire, OX28 4BH. They have indicated their willingness to be reappointed to office under the Companies Act 2006.	
Bankers	Barclays Bank plc, Market Square, Witney, Oxfordshire, OX28 6BJ	

OXFORDSHIRE COMMUNITY CHURCHES

REPORT OF THE DIRECTORS AND GENERAL INFORMATION FOR THE YEAR ENDED 31st AUGUST 2009 (CONT)

Principal activities	The company's principal activities continue to be the running of a family of churches known as Oxfordshire Community Churches (OCC) and the running of The King's School, Witney
Group structure and relationships	The Charity has a wholly owned non-charitable subsidiary, The King's Centre Limited. The subsidiary carries out non-charitable trading activities to raise funds for the charity.
Governing instrument	<p>The company's activities are regulated by the Memorandum and Articles of Association. The objects of the company are</p> <ul style="list-style-type: none">• To advance the Christian religion• To advance education• To relieve those who are poor, in conditions of need, hardship or distress or who are aged or sick• To promote other charitable objects as decided by the directors from time to time
Directors' responsibilities	<p>Company law requires the directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and the group and the incoming resources and application of resources, including the net income or expenditure, of the group for the year. In preparing these financial statements, the directors are required to</p> <ul style="list-style-type: none">• select suitable accounting policies and then apply them consistently,• make judgements and estimates that are reasonable and prudent,• state whether applicable UK accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements,• prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation <p>The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and the group and to enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.</p> <p>Each director has taken appropriate steps to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and which they know the auditors are unaware of.</p>
Corporate governance	<p>To facilitate the smooth running of the charity, the directors have established a number of sub-committees. All of these sub-committees have either a director or the company secretary among their members, and report to the directors</p> <ul style="list-style-type: none">• Area Leadership Team – Meets monthly to discuss and develop the spiritual life of the charity, and to develop and implement the charity's strategic plans• Regional Development Team – Meets monthly to assist in medium-term strategic development and management of the charity to achieve its strategic aim and objectives• Apostolic Ministry Team – Advises the Area Leadership Team on the spiritual life of the charity, and travels world-wide advising other Christian organisations• The King's School Governors – Oversee and develop Christian education through The King's School• Remuneration Committee – Determines the remuneration policy and staff salaries

OXFORDSHIRE COMMUNITY CHURCHES

REPORT OF THE DIRECTORS AND GENERAL INFORMATION FOR THE YEAR ENDED 31st AUGUST 2009 (CONT)

Risk management The directors have assessed the major risks to which the charitable company may be exposed and have ensured that adequate systems are in place to mitigate those risks. These systems include Child Protection policy, Staff Management policy, Staff Handbook, Health & Safety policy, and monthly financial reporting.

Objects, objectives, and principal activities

Aims and objectives

We have come together in Oxfordshire Community Churches, as people committed to the Lord Jesus Christ, to extend God's kingdom and to share the knowledge of Christ's love in Oxfordshire and beyond. Through prayer, worship, studying the Bible, and a shared experience of the Holy Spirit, we want to know God better. We want to be a community together, serving and caring for one another. We are committed to everyone who joins us feeling part of the church family and playing an active role.

Whether or not people respond to Jesus in faith, we want to follow his example by doing good to all, both in this country and overseas, especially to those who are poor or in conditions of need, hardship or distress. We are concerned to help all people, whatever their age, race or gender. We are involved in educational work to extend Biblical understanding of and response to God and his creation in the next generation, based on our own experience of God.

Oxfordshire Community Churches is part of the Salt & Light Ministries family of churches. Oxfordshire Community Churches is also a member of the Evangelical Alliance. Both of these organisations are Christian charities that pursue similar objectives in the UK and overseas.

The King's School's vision is to produce young people who know their God and are trained to serve and influence their generation by godly attitudes and actions. The school encourages each child to achieve academically at the level of his or her own ability, recognising that each is an individual with different needs and potential.

Whilst Oxfordshire Community Churches does employ staff, it is the work of every member of Oxfordshire Community Churches, whether employed or voluntary, that helps Oxfordshire Community Churches fulfil its charitable objectives. This is achieved through 'being salt and light' amongst the people they interact with every day, by praying, by visiting the sick and others in need, in leadership of the church congregations, in administration and also classroom assistance in the school. The financial resources of the church are given by the members and their private assets and equipment are regularly used in the work of Oxfordshire Community Churches. Much of their time is given freely, without recognition, and the hours and value of that time cannot be quantified.

Oxfordshire Community Churches is a group of twelve church congregations meeting in and around Oxfordshire. Each local church congregation accounts separately for its own expenditure which is met from the donations and gifts it receives. The balance of the income is passed to the Area Fund to meet the pastoral and ministry expenses relating to the Area as a whole.

OXFORDSHIRE COMMUNITY CHURCHES
REPORT OF THE DIRECTORS AND GENERAL INFORMATION FOR THE YEAR ENDED 31st AUGUST 2009 (CONT)

Review of activities during the period

During the year ended 31 August 2009 the charity has sought to fulfil the calling of Christ and its charitable purposes for the public benefit as follows

1 *To advance the Christian religion*

Oxfordshire Community Churches has continued to develop the spiritual life of the twelve church congregations in Oxfordshire and their local communities. Each of these church congregations has undertaken a variety of activities which advance the Christian religion. Sunday church meetings and a variety of courses designed to address specific aspects of Christian living for all ages have been available to all and open to the wider community without charge. The Alpha and Journeys courses are two examples that have been used widely. Churches have also engaged in community projects such as work with children and youth.

Oxfordshire Community Churches has sought to continue to plant new churches with work continuing in Moreton-in-Marsh, Banbury and Swindon. New church planting activity has begun in Kidlington.

Oxfordshire Community Churches is also committed to extending Biblical understanding of and response to God by reaching out to children in the many schools across Oxfordshire. This was done through various employed and voluntary schools workers. They have given lessons and run assemblies, lunch clubs and after school clubs.

Smaller regional gatherings of churches have continued, initiating new activities and strengthening our congregations and local evangelistic work. Significant work has been undertaken to consider how these regional groups can increase our effectiveness as a charity and streamline our corporate governance.

Various pastors travelled overseas in order to teach, advise and support churches, missionaries, and Bible colleges. These trips were undertaken at a cost of £19,791 to Oxfordshire Community Churches and without charge to those we visit. Nations visited include Belgium, Canada, France, Germany, Spain, Sweden and Switzerland and those nations listed below in point 3.

The members of the churches have consistently been applying the principles of church life outlined in the New Testament, in the places where they live and work and by impacting social attitudes in wider national society. This is a very significant part of the purpose of the churches and much of it is done without publicity and the enormous amount of time spent in this way cannot be quantified.

2 *To advance education*

The King's School provided education for 164 pupils from the ages of 5 to 16. We have continued to run Ofsted approved pre-schools in Didcot, Witney and Bicester. The pre-school in Witney has been developed into a Foundation Stage Unit which opened in September 2009. This increases educational provision for a greater number of children.

Work has continued in developing new facilities for The King's School, with tenders received from contractors. Building work commenced in September 2009, with completion of the project due in the second half of 2010.

At The King's Centre, Oxfordshire Community Churches has run training courses, e.g. The Marriage Course and Celebrate Recovery. These courses were open to all and had an impact in changed lives and strengthened relationships for those who attended.

3 *To relieve those who are poor, in conditions of need, hardship or distress*

There has been support of individual workers, relief and development work both in the UK and overseas. A total of £109,959 has been paid out from central funds with further significant support from individual local churches. Through these activities we have been able to help people in many nations including Burundi, China, Congo, Estonia, India, Kazakhstan, Kenya, Nigeria, Poland, Rwanda, Tibet, Turkey, and Uganda.

Through a subsidy of £63,672, we have been able to help The King's School offer fees assistance to families who could not otherwise afford to send their children to the school.

OXFORDSHIRE COMMUNITY CHURCHES

REPORT OF THE DIRECTORS AND GENERAL INFORMATION FOR THE YEAR ENDED 31st AUGUST 2009 (CONT)

4 Other activities

We have continued to make the facilities of The King's Centre available to the local community and business users. Through this activity, we have benefited our visitors and the income generated furthered our primary charitable activities.

The King's Centre Ltd, the subsidiary trading company of Oxfordshire Community Churches, generated a surplus of £113,812 which was remitted to Oxfordshire Community Churches as a donation. From this donation £40,000 was allocated to the Building Fund and the remainder used towards the costs of running the centre.

Financial review and results for the year

Churches

Tithe and other voluntary income through the local churches fell by £31,297 to £1,005,859, reflecting the economic downturn and its effect on members of our churches.

The King's School

Although there was a reduction in pupil numbers of 9 the School fee income increased by £16,815. The school ended the year with a surplus of £26,676.

The King's Centre Building Fund

We have continued to meet our loan repayments through our regular and one-off giving.

The King's Centre Limited

Our trading subsidiary, The King's Centre Limited, which hires out rooms at The King's Centre, received £161,982 income.

Freehold properties

The freehold properties are included at valuation, based on their existing use. This includes £2,700,000 in respect of The King's Centre. The directors have been advised that the market value of The King's Centre is £2,500,000.

Reserves

The majority of the charity's income is derived from school fees, regular gifts, and donations from a wide range of sources and these are forecast to cover the budgeted monthly expenditure at both Oxfordshire Community Churches and The King's School. Additional offerings and the majority of the amount received in Gift Aid are designated towards the loan repayments on The King's Centre. The reserves in the Building Fund and Gift Aid tax recovered, together with undesignated reserves, are monitored monthly and the directors ensure that short term commitments do not exceed funds available. The directors consider that a level of general reserves equivalent to one month's expenditure is adequate and not excessive for the needs of the charity. This reserve will continue to be generated over the next 4 years through allocating amounts from the main Oxfordshire Community Churches, The King's School and The King's Centre running budgets.

Restricted funds

There are a number of restricted funds which are accounted for separately. The detail for these is shown in note 15 to the accounts. Gift Aid relating to these funds is allocated accordingly.

OXFORDSHIRE COMMUNITY CHURCHES
REPORT OF THE DIRECTORS AND GENERAL INFORMATION FOR THE YEAR ENDED 31st AUGUST 2009 (CONT)

Future plans

Medium to long-term strategy

Oxfordshire Community Churches' medium to long-term strategy continues to focus on our primary charitable activities

- Being local churches that are outwardly focused in our communities and responding to the needs of the local community
- Planting churches that follow our mission statement and so increase our geographical base
- Establish pre-school and primary schools across Oxfordshire, so that more children can have a Christian based education
- Continue to develop the facilities of The King's Centre, in order to serve our larger mission, and to encourage more external business and community use of the Centre

Next year

During the next year we intend to

- Continue to develop smaller regional groupings of churches and workers to increase our effectiveness in the future
- Continue to develop church planting activity in Banbury, Moreton-in-Marsh, Swindon and Kidlington
- Continue to develop the newly opened Foundation Stage Unit in Witney
- Continue development of a pre-school in Oxford
- Start the development work on new facilities at New Yatt Road, Witney to serve The King's School, North Witney Community Church and the local community

Approved by the board of directors on

4th May

2010, and signed on its behalf



S P Thomas
Chairman

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF OXFORDSHIRE COMMUNITY CHURCHES

We have audited the financial statements of Oxfordshire Community Churches for the year ended 31 August 2009 which comprise the Consolidated Statements of Financial Activities, the Consolidated and Charity Balance Sheets, the Consolidated Cash Flow Statement and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The responsibilities of the directors' (who are also the trustees of Oxfordshire Community Churches for the purposes of charity law) for preparing the Report of the Directors 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 in the statement of Directors' Responsibilities on page 3.

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, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice and have been prepared in accordance with the Companies Act 2006. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the charity have not kept adequate accounting records, if the charity'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 directors' remuneration specified by law are not made.

We read the report of the directors 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 directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the group's and the charitable parent company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all 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.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
OXFORDSHIRE COMMUNITY CHURCHES (CONT)**

Opinion

In our opinion

- the financial statements give a true and fair view of the state of the group's and the parent company's affairs as at 31 August 2009, and of the group's 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,
- the financial statements have been prepared in accordance with the Companies Act 2006, and
- the information given in the report of the directors is consistent with the financial statements



A F Thornton
Senior Statutory Auditor

For and on behalf of
Morgan Cameron Limited, Statutory Auditor
Wittas House, Two Rivers
Station Lane, Witney
OX28 4BH

Date *10 MAY* 2010

OXFORDSHIRE COMMUNITY CHURCHES

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (including Income and expenditure account) for the year ended 31st August 2009

	Notes	Unrestricted funds General £	Designated £	Restricted funds £	Total funds £	2008 Total funds £
INCOMING RESOURCES						
Incoming resources from generated funds						
Voluntary income						
- Gifts and donations		1,182,425	343,941	181,403	1,707,769	1,725,323
Activities for generating funds						
- Trading subsidiary income		161,983	-	-	161,983	136,850
- Other fundraising income		631	-	-	631	4,402
Interest on bank deposits		830	-	-	830	1,105
Incoming resources from charitable activities						
School fees and other educational income		560,696	-	-	560,696	530,230
Other income		104,716	-	974	105,690	100,339
Allocation of income		23,672	(23,672)	-	-	-
TOTAL INCOMING RESOURCES		2,034,953	320,269	182,377	2,537,599	2,498,249
RESOURCES EXPENDED						
Costs of generating funds	2	119,258	17,212	-	136,470	157,225
Charitable activities	3	1,905,243	90,869	201,087	2,197,199	3,580,944
Governance costs	4	10,484	-	-	10,484	9,570
TOTAL RESOURCES EXPENDED		2,034,985	108,081	201,087	2,344,153	3,747,739
NET INCOME/(EXPENDITURE) for year						
before transfers	5	(32)	212,188	(18,710)	193,446	(1,249,490)
Transfers between funds	16	191,741	(191,741)	-	-	-
Transfers to reserves		(33,350)	-	-	(33,350)	-
NET MOVEMENT IN FUNDS		158,359	20,447	(18,710)	160,096	(1,249,490)
TOTAL FUNDS brought forward		3,083,042	274,905	48,479	3,406,426	4,655,916
TOTAL FUNDS carried forward		3,241,401	295,352	29,769	3,566,522	3,406,426

There were no recognised gains or losses other than as shown above

The notes on pages 14 to 18 form part of these financial statements

OXFORDSHIRE COMMUNITY CHURCHES

CONSOLIDATED BALANCE SHEET at 31st August 2009

	Notes	Unrestricted funds £	Restricted funds £	Total funds £	2008 Total funds £
FIXED ASSETS					
Tangible assets	7	3,904,913	-	3,904,913	3,910,811
CURRENT ASSETS					
Stock		1,168	-	1,168	2,270
Loan	9	20,000	-	20,000	-
Debtors	10	137,655	-	137,655	127,626
Cash at bank and in hand		343,837	29,769	373,606	398,451
		<u>502,660</u>	<u>29,769</u>	<u>532,429</u>	<u>528,347</u>
CREDITORS	11				
<i>Amounts falling due within one year</i>					
Bank loan (secured)		207,844	-	207,844	183,346
Creditors and accruals		53,877	-	53,877	52,183
Social security and other taxes		19,411	-	19,411	21,323
		<u>281,132</u>	<u>-</u>	<u>281,132</u>	<u>256,852</u>
NET CURRENT ASSETS		<u>221,528</u>	<u>29,769</u>	<u>251,297</u>	<u>271,495</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,126,441</u>	<u>29,769</u>	<u>4,156,210</u>	<u>4,182,306</u>
CREDITORS	11				
<i>Amounts falling due after more than one year</i>					
Bank loan (secured)		(35,142)	-	(35,142)	(254,684)
		<u>4,091,299</u>	<u>29,769</u>	<u>4,121,068</u>	<u>3,927,622</u>
FUNDS AND RESERVES					
Revaluation reserve	12	521,196	-	521,196	521,196
General reserves	13	33,350	-	33,350	-
General fund		3,241,401	-	3,241,401	3,083,042
Designated funds	14	295,352	-	295,352	274,905
		<u>4,091,299</u>	<u>-</u>	<u>4,091,299</u>	<u>3,879,143</u>
Restricted funds	15	-	29,769	29,769	48,479
Total funds and reserves		<u>4,091,299</u>	<u>29,769</u>	<u>4,121,068</u>	<u>3,927,622</u>

Approved by the board of directors on 4th May 2010 and signed on its behalf

S P Thomas
Chairman



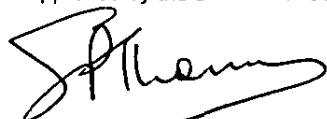
The notes on pages 14 to 18 form part of these financial statements

OXFORDSHIRE COMMUNITY CHURCHES

CHARITY BALANCE SHEET at 31st August 2009

	Notes	Unrestricted funds £	Restricted funds £	Total funds £	2008 Total funds £
FIXED ASSETS					
Tangible assets	7	3,904,913	-	3,904,913	3,910,811
Investment in subsidiary company	8	1	-	1	1
		<u>3,904,914</u>	<u>-</u>	<u>3,904,914</u>	<u>3,910,812</u>
CURRENT ASSETS					
Stock		1,168	-	1,168	2,270
Loan	9	20,000	-	20,000	-
Debtors	10	151,747	-	151,747	126,997
Cash at bank and in hand		<u>327,277</u>	<u>29,769</u>	<u>357,046</u>	<u>396,459</u>
		<u>500,192</u>	<u>29,769</u>	<u>529,961</u>	<u>525,726</u>
CREDITORS	11				
<i>Amounts falling due within one year</i>					
Bank loan (secured)		207,844	-	207,844	183,346
Creditors and accruals		52,277	-	52,277	50,630
Social security and other taxes		<u>18,544</u>	<u>-</u>	<u>18,544</u>	<u>20,256</u>
		<u>278,665</u>	<u>-</u>	<u>278,665</u>	<u>254,232</u>
NET CURRENT ASSETS		<u>221,527</u>	<u>29,769</u>	<u>251,296</u>	<u>271,494</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,126,441</u>	<u>29,769</u>	<u>4,156,210</u>	<u>4,182,306</u>
CREDITORS	11				
<i>Amounts falling due after more than one year</i>					
Bank loan (secured)		<u>(35,142)</u>	<u>-</u>	<u>(35,142)</u>	<u>(254,684)</u>
		<u>4,091,299</u>	<u>29,769</u>	<u>4,121,068</u>	<u>3,927,622</u>
FUNDS AND RESERVES					
Revaluation reserve	12	521,196	-	521,196	521,196
General reserves	13	33,350	-	33,350	-
General fund		3,241,401	-	3,241,401	3,083,042
Designated funds	14	<u>295,352</u>	<u>-</u>	<u>295,352</u>	<u>274,905</u>
		<u>4,091,299</u>	<u>-</u>	<u>4,091,299</u>	<u>3,879,143</u>
Restricted funds	15	<u>-</u>	<u>29,769</u>	<u>29,769</u>	<u>48,479</u>
Total funds and reserves		<u>4,091,299</u>	<u>29,769</u>	<u>4,121,068</u>	<u>3,927,622</u>

Approved by the board of directors on 4th May 2010 and signed on its behalf



S P Thomas
Chairman

The notes on pages 14 to 18 form part of these financial statements

OXFORDSHIRE COMMUNITY CHURCHES

CONSOLIDATED CASH FLOW STATEMENT for the year ended 31st August 2009

	2009 £	2008 £	
Reconciliation of net incoming resources to net cash inflow from operating activities			
Net incoming/(outgoing) resources	193,446	(1,249,490)	
Depreciation of tangible fixed assets	4,505	9,575	
Loss on disposal of tangible fixed assets	393	-	
Loss on revaluation of freehold properties	-	1,531,802	
(Increase)/decrease in stocks	1,102	190	
(Increase)/decrease in missionary loan	(20,000)	-	
(Increase)/decrease in debtors	(10,029)	24,599	
Increase/(decrease) in creditors	(218)	22,289	
Net cash inflow from operating activities	<u>169,199</u>	<u>338,965</u>	
CASH FLOW STATEMENT			
Net cash inflow from operating activities	169,199	338,965	
Capital expenditure:			
Payments to acquire tangible fixed assets	-	(6,000)	
Proceeds of sale of tangible fixed assets	1,000	-	
	<u>170,199</u>	<u>332,965</u>	
Reconciliation of net cash flow to movement in net funds			
Increase in cash in the year	170,199	332,965	
Net debt at 1st September 2008	(39,579)	(372,544)	
Net funds at 31st August 2009	<u>130,620</u>	<u>(39,579)</u>	
Analysis of net funds			
	1 Sep 2008 £	Cashflow £	31 Aug 2009 £
Cash at bank and in hand	398,451	(24,845)	373,606
Bank loans	(438,030)	195,044	(242,986)
	<u>(39,579)</u>	<u>170,199</u>	<u>130,620</u>

OXFORDSHIRE COMMUNITY CHURCHES

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2009

1 Accounting policies

i Basis of preparation

The accounts have been prepared under the historical cost convention, as modified by the revaluation of freehold properties. The accounts have been prepared in accordance with the Statement of Recommended Practice - Accounting and Reporting by Charities (SORP 2005) issued in March 2005, applicable UK Accounting Standards and the Companies Act 2006.

The accounts consolidate the results of the charity and its wholly owned subsidiary The King's Centre Limited on a line by line basis.

ii Incoming resources

Voluntary income, including donations are accounted for when received. Any resultant Gift Aid claimed is included as part of the income for the year. The church congregations collect the tithes and offerings locally. The majority are passed to the Area fund to meet the pastoral and ministry expenses relating to the group of churches. Each local church retains an amount sufficient to meet its own church and administrative expenditure.

Other income is accounted for on a receivable basis. The value of services provided by volunteers is not incorporated in these accounts.

iii Resources expended

Expenditure is recognised when a liability is incurred, and includes irrecoverable VAT. It is allocated to the relevant cost category appropriate to the use derived from the resources.

iv The King's School

An amount is set aside each year from the Gift Aid claimed in order to provide a Bursary fund for parents of children who are unable to afford the full school fees. This allocation of funds is treated as part of the school's income for the year.

v Tangible fixed assets

Low cost assets acquired by local church congregations are written off on acquisition. Other fixed assets are depreciated on a straight line basis at rates estimated to write off each asset over the term of its useful life. The rates in use are as follows:

Furniture and equipment	20 - 25% per annum
Vehicles	20% per annum

Freehold land and buildings are stated at revalued amounts, as set out in note 7.

vi Stock

Stock is stated at the lower of cost and net realisable value.

vii Fund structure

Restricted funds represent income received where the donor requires that a donation must be spent on a particular purpose.

Designated funds are amounts which have been set aside at the discretion of the directors for a specific, but not legally binding, purpose.

viii Pension contributions

The charity operates a defined contribution scheme for some of its employees. The charge in the statement of financial activities represents the contributions payable to the scheme in respect of the accounting period.

OXFORDSHIRE COMMUNITY CHURCHES

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2009 (continued)

Resources expended (Notes 2 - 4)

	Pastors' fees £	Staff costs £	Other costs £	Depreciation charges £	Total £	2008 Total £
2 Costs of generating funds						
The King's Centre	-	71,087	-	-	71,087	68,517
Interest on bank loan	-	-	17,212	-	17,212	40,913
Total charity costs	-	71,087	17,212	-	88,299	109,430
Operating costs of subsidiary	-	-	48,171	-	48,171	47,795
Total group costs	-	71,087	65,383	-	136,470	157,225
3 Charitable activities						
OCC group costs	459,496	229,878	181,591	-	870,965	838,087
Local churches	-	36,985	188,892	-	225,877	222,885
The King's School	-	408,883	169,399	1,200	579,482	600,241
The King's Centre (Support of OCC)	-	6,077	154,058	-	160,135	165,424
The King's Centre revaluation loss	-	-	-	-	-	1,531,802
Pre-school centres	-	43,114	13,604	-	56,718	39,254
Youth and pensioners' groups	-	-	12,066	-	12,066	5,664
Designated funds	-	-	87,564	3,305	90,869	35,287
Restricted funds	-	-	201,087	-	201,087	142,300
Total	459,496	724,937	1,008,261	4,505	2,197,199	3,580,944
4 Governance costs						
Staff costs	-	3,618	-	-	3,618	3,354
Auditor's remuneration	-	-	6,373	-	6,373	5,757
Trustee indemnity insurance	-	-	493	-	493	459
Total	-	3,618	6,866	-	10,484	9,570
5 Net incoming resources for the year					Total £	2008 £
The net incoming resources for the year are after charging						
Auditor's remuneration					6,373	5,757
Depreciation of tangible fixed assets					4,505	9,575
Loss on disposal of minibus					393	-
Directors' remuneration (note 6)					114,250	102,770
Staff costs					799,642	785,305
Staff salaries and wages					722,156	709,482
National Insurance contributions					49,781	49,437
Pension contributions					27,705	26,386

During the year the average number of staff employed by the charity was 71 (2008 67)

The average number of full-time equivalent employees was 53 (2008 50)

None of the employees received remuneration in excess of £60,000 in the year (2008 none)

OXFORDSHIRE COMMUNITY CHURCHES

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2009 (continued)

6 Directors' remuneration (Charity and Group)

Two directors of the company have received remuneration during the year in their capacity as pastors, and one director in her capacity as School Bursar, as expressly permitted by the Memorandum and Articles of Association of the Company. The following payments were made to directors and connected persons:

	Remuneration	Pension	Expenses	Total	2008 Total
	£	£	£	£	£
S Thomas	50,726	-	7,893	58,619	56,440
L Thomas	14,575	729	-	15,304	5,486
M Beaumont	31,764	-	2,437	34,201	31,578
E Beaumont	5,435	-	272	5,707	5,486
B Wood	-	-	681	681	8,152
K Neal	6,786	255	-	7,041	4,132
M Prosser	-	-	-	-	-
C Prosser	3,980	-	-	3,980	3,059
D Campsall	-	-	1,477	1,477	1,074
	<u>113,266</u>	<u>984</u>	<u>12,760</u>	<u>127,010</u>	<u>115,407</u>

Expenses paid to directors are in respect of travel, telephone and hospitality costs. Also during the year £493 has been paid for a Trustee Indemnity Insurance policy. There were no other transactions with, or expenses paid to the directors.

7 Tangible fixed assets (Charity and Group)

	Freehold property £	Office equipment £	Minibuses £	Total £
Cost or valuation				
At 1 9 08	3,900,000	172,132	16,450	4,088,582
Additions	-	-	-	-
Disposals	-	-	(10,450)	(10,450)
At 31 8 09	<u>3,900,000</u>	<u>172,132</u>	<u>6,000</u>	<u>4,078,132</u>
Accumulated depreciation				
At 1 9 08	-	168,214	9,557	177,771
Charge for year	-	3,305	1,200	4,505
Disposals	-	-	(9,057)	(9,057)
At 31 8 09	<u>-</u>	<u>171,519</u>	<u>1,700</u>	<u>173,219</u>
Net book value				
At 31 8 09	<u>3,900,000</u>	<u>613</u>	<u>4,300</u>	<u>3,904,913</u>
At 31 8 08	<u>3,900,000</u>	<u>3,918</u>	<u>6,893</u>	<u>3,910,811</u>

All of the assets of the company are used to further its main objects. The freehold properties are The King's Centre in Osney Mead, which is also used by the Oxford congregation, and the King's School site in Witney which is also used by the North Witney congregation.

The freehold properties were valued in 2009 by Savills (L&P) Ltd, Chartered Surveyors, on the basis of existing use value and in accordance with the RICS Appraisal and Valuation Manual.

8 Investment in subsidiary (Charity)

The charity's wholly-owned trading subsidiary company is The King's Centre Limited, which lets out the meeting rooms at The King's Centre on a commercial basis. The charity owns the sole issued £1 share in the company, which pays all of its profits to the charity.

The turnover of The King's Centre Limited for the year ended 31 August 2009 was £161,982, and its profit donated to the charity was £113,812.

OXFORDSHIRE COMMUNITY CHURCHES

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2009 (continued)

9 Loan (Charity and Group)

During the year an interest-free loan of £20,000 was made to Jan White, a missionary supported by the charity. This was to enable her to purchase a house and thereby lower her monthly outgoings. Repayments since the balance sheet date have reduced the amount outstanding to £3,000.

10 Debtors

	Group		Charity	
	2009	2008	2009	2008
	£	£	£	£
<i>All falling due within one year</i>				
Trade debtors	20,266	16,287	15,546	5,603
Gift Aid tax recoverable	113,074	101,300	113,074	101,300
Profit from TKC Ltd	-	-	18,812	10,055
Other debtors	1,117	3,565	1,117	3,565
Prepayments	3,198	6,474	3,198	6,474
	<u>137,655</u>	<u>127,626</u>	<u>151,747</u>	<u>126,997</u>

11 Creditors

	Group		Charity	
	2009	2008	2009	2008
	£	£	£	£
<i>Amounts falling due within one year</i>				
Bank loan	207,844	183,346	207,844	183,346
Trade creditors	10,052	42,770	8,452	41,217
HM Revenue & Customs	19,411	21,323	18,544	20,256
Other creditors	37,501	4,361	37,501	4,361
Accruals	6,324	5,052	6,324	5,052
	<u>281,132</u>	<u>256,852</u>	<u>278,665</u>	<u>254,232</u>

Amounts falling due after more than one year

Bank loan	35,142	254,684	35,142	254,684
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The bank loan is secured on the company's properties in Witney and Oxford.

12 Revaluation reserve (Charity and Group)

This reserve arose from the revaluation of the The King's School property in Witney included in the accounts to 31st August 2008.

13 General reserves (Charity and Group)

General reserves represent funds being set aside out of the General Fund over a five-year period to achieve a level equivalent to one month's annual expenditure.

14 Designated funds (Charity and Group)

Each year the charity seeks to set aside the Gift Aid tax recovery arising on the General Fund for special purposes or projects. This together with other income specifically designated by the trustees form the designated funds as follows:

	At 1-9-08	Income	Expenditure	Transfers	At 31-8-09
	£	£	£	£	£
TKC Building Fund	208,848	67,454	(29,234)	(40,429)	206,639
Gift Aid tax recovered	63,672	189,727	-	(174,797)	78,602
Mission Fund	-	15,970	(12,341)	-	3,629
TKS Building Fund	(2,315)	44,136	(65,306)	23,485	-
Area Education Fund	-	2,982	-	-	2,982
Community Projects Fund	4,700	-	(1,200)	-	3,500
	<u>274,905</u>	<u>320,269</u>	<u>(108,081)</u>	<u>(191,741)</u>	<u>295,352</u>

The King's Centre (TKC) Building Fund is to service the loan and development of TKC.

The balance of Gift Aid tax recovered is designated for The King's School as an education subsidy.

The King's School (TKS) Building Fund is for development of The King's School premises in Witney.

The Area Education Fund was set up to provide start up funds for local community schools.

The Community Projects Fund is to enable OCC to give local churches extra funds to help them set up new projects, focused on practical, evangelistic community service such as kids' clubs.

OXFORDSHIRE COMMUNITY CHURCHES

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2009 (continued)

15 Restricted funds (Charity and Group)

The following are the details of the charity's restricted funds, all of which are income funds

	At 1-9-08 £	Income £	Expenditure £	At 31-8-09 £
Salem School	1,025	16,834	(17,281)	578
Missionary support	47,454	51,691	(80,337)	18,808
Other funds	-	113,852	(103,469)	10,383
	<u>48,479</u>	<u>182,377</u>	<u>(201,087)</u>	<u>29,769</u>

Salem School is a school in Kazakhstan

Missionary support is for Dr Jan White, who runs medical centres in Uganda

Other funds are the restricted funds for external bodies, the income received and paid out by the 12 local churches

16 Transfers between funds (Charity and Group)

Reason	From fund	To fund	£
Pre-loan financing of building	General	King's School Building	23,485
Surplus to education subsidy	Gift Aid tax recovered	General	174,797
Financing of loan repayments	King's Centre Building	General	<u>40,429</u>

17 Reconciliation of movements on funds and reserves (Group)

	Revaluation reserve £	General reserves £	General fund £	Designated funds £	Restricted funds £	Total £
At 1st September 2008	521,196	-	3,083,042	274,905	48,479	3,927,622
Transfer between funds	-	33,350	158,391	(191,741)	-	-
Surplus (deficit) for the year	-	-	(32)	212,188	(18,710)	193,446
At 31st August 2009	<u>521,196</u>	<u>33,350</u>	<u>3,241,401</u>	<u>295,352</u>	<u>29,769</u>	<u>4,121,068</u>

18 Legal status

The charity is a company limited by guarantee and has no share capital. The liability of each member of the company in the event of winding up is limited to £1.

19 Capital commitment (Charity and Group)

In September 2009 a contract was signed with Cooper Construction Ltd to erect a new building on The King's School site in New Yatt Road, Witney. This is to enable the Senior and Junior schools to function from the same location. Under the contract some refurbishment of the existing building will also be undertaken. The expected cost of the work is £2.7 million. Loans totalling £3 million have been negotiated with the charity's bankers, also to include start-up costs for a proposed new pre-school in Oxford. The loans are being drawn-down as required to meet expenditure, with the final draw down being by March 2011. The loans are repayable over 20 years, commencing after the final draw-down.