

Company Registration Number: 02926933
Charity Registration Number: 1039957

Nagarjuna Kadampa Meditation Centre

Financial Statements

For the Year Ended 31 December 2020

Nagarjuna Kadampa Meditation Centre

Financial statements for the Year Ended 31 December 2020

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Nagarjuna Kadampa Meditation Centre

Legal and Administrative Information

Directors/Trustees:	Jennifer Andrews Andrew Day Kelsang Kunden
Secretary:	Amanda Day
Correspondence Address:	Thornby Hall Naseby Road Thornby Northampton Northamptonshire NN6 8SW
Independent Examiner:	David Owens ACA Hawsons Chartered Accountants Jubilee House 32 Duncan Close Moulton Park Northampton NN3 6WL
Bankers:	National Westminster Bank plc 1 Granby Street Leicester LE1 6EJ

Nagarjuna Kadampa Meditation Centre

Report of the Trustees for the Year Ended 31 December 2020

The management committee present their report and financial statements for the year ended 31 December 2020.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Previous Names

On 4 December 2012 the company name was changed from Nagarjuna Kadampa Buddhist Centre to Nagarjuna Kadampa Meditation Centre.

On 7 September 2012 the company name was changed from Nagarjuna Buddhist Centre to Nagarjuna Kadampa Buddhist Centre.

Governing Document

The Charity is constituted as a company limited by guarantee under the Companies Act and governed by its Articles of Association and is also a registered charity.

Appointment of Trustees

Trustees are recruited from within the centre or from other similar centres so that they have knowledge and understanding of the charity's aims and workings. Each new Trustee is guided by the current Trustees and other members of the organisation, principally the Admin Director and the Resident Teacher who have vast experience within the organisation.

Organisation

The charity is a member of the NKT-IKBU which is made up of many centres throughout the world with the same objectives. However, they are all independent charities linked only by their objectives and there is no financial dependency although funds may pass between centres to fulfil aims and objectives.

The Trustees

The Trustees who served the charity during the year were as follows:

Kelsang Kunden
Jennifer Andrews
Andrew Day

Risk Assessment

The Trustees have carried out a Risk Management survey which established the major risks to which the Trustees are exposed. On completion of this review, the Trustees established how to mitigate these risks and implement a process of on-going review. The Trustees consider that they have in place proper procedures to meet the risks identified.

Nagarjuna Kadampa Meditation Centre

Report of the Trustees for the Year Ended 31 December 2020

OBJECTIVES AND ACTIVITIES

Objects

The objects of the charity are to promote the Buddhist Faith under the spiritual guidance of the elected Spiritual Director of the New Kadampa Tradition-International Kadampa Buddhist Union (NKT-IKBU) principally through activities of teaching, study, practice and the observance of moral discipline all within the Mahayana Buddhist Tradition of Atisha and Je Tsongkhapa, as taught by Venerable Geshe Kelsang Gyatso, the founder of the NKT-IKBU through the continuous implementation of the three NKT Study Programmes; the General Programme, the Foundation Programme and the Teacher Training Programme.

Aims and Activities

The charity aims to provide tranquillity to enable students to study, practice and observe the moral discipline as set out in the objects and this has been achieved so far by establishing Nagarjuna KMC at Thornby and Leicester and donating funds to the International Temples Project as run by the NKT-IKBU. The International Temples Project is to introduce the Buddhist Faith of the New Kadampa Tradition publicly throughout the world.

Volunteers

The charity has many volunteers both from the local community and the residents at the Centre, which are essential for the running of the charity and are involved in all aspects of the charity from the helping in the World Peace cafe to cleaning and administration.

ACHIEVEMENTS AND PERFORMANCE

The spiritual activities at our Centres have continued to grow and flourish serving the local, national and international communities and are special buildings dedicated to world peace.

A. Prior to COVID pandemic and national lockdown – January to March 2020

Thornby Centre

Kadam Bridget Heyes is the resident teacher at the Thornby Centre and NKT-IKBU National Spiritual Director for the UK teaching at the Thornby Centre, throughout England and Ireland.

At the end February 2020, the extensive development works at Thornby Hall were completed converting the existing stable block classrooms into 15 en-suite bedrooms and a shared kitchen. Additional works to create a further three bedrooms and laundry in the stables were delayed due to the National lockdown.

The in-person spiritual programme continued to flourish with General Programme classes two times a week and lunchtime classes every weekday. Morning Teacher Training Programmes are held twice a week, with evening Foundation Programme and Sunday Foundation programme being held once per week. An evening Foundation programme was also held in Stony Stratford. All classes, courses retreats and fundraising events were well attended. Branch classes were held throughout the Midlands.

Nagarjuna Kadampa Meditation Centre

Report of the Trustees for the Year Ended 31 December 2020

Leicester Centre

Kadam Chris Heyes is the resident teacher at the Leicester Centre and an International Kadampa Buddhist artist, leading the Art Workshop at the Northamptonshire centres.

Leicester Centre has a large meditation room seating over 150 people and large 8 foot Buddha Shakyamuni statue, 5 foot Avalokiteshvara and Green Tara statues. Leicester provides four General Programme classes per week, weekday lunchtime classes and Foundation Programme held one evening per week. Community Relations continue to do well with visits from groups and schools. The centre also has a large World Peace café, which is popular with the community of Leicester.

B. COVID pandemic and national lockdown – March 2020 to December 2020

Thornby & Leicester Centres

From the end of March 2020 both Centre's closed for the national COVID pandemic lockdown and swiftly moved to provide on-line classes and events to members. This proved very successful and an essential resource for members during the difficult lockdown period. Online classes continued to be provided and well attended throughout the pandemic period.

Thornby Centre

Once lockdown was lifted, in-person classes and retreats resumed with limited numbers and following Government restriction guidelines. The café opened for take away drinks and food, and became a focal point for local communities in the surrounding area.

Development works resumed from July 2020 onwards with the renovation of the Meditation Hall, completion of the remaining rooms in the stables and up-grading works on resident's accommodation in the main building.

Leicester Centre

Leicester City and County experienced one of the largest and longest lasting number of COVID cases in the UK. The Government imposed extended restrictions on the area throughout 2020 and as a consequence the Centre and café remained closed to the public for in-person events for most of the year. Online classes continued to be provided and were a support to the members living in the Leicester area.

During the restrictions, refurbishment works of the serving and food preparation area in the café was completed and new street furniture was obtained, through national COVID grants, to provide an outdoor seating area.

Performance

The trustees consider the results for the period to be satisfactory.
Headlines being:

- Donations including gift aid receipts of £73,976 (2019: £143,442)
- Shop, Cafe and artwork income of £66,259 (2019: £169,087)
- Income from Accommodation, courses, study fees of £397,685 (2019: £366,166) - as detailed in the attached accounts.

FINANCIAL REVIEW

Reserves

The Trustees consider that a level of free reserves should be retained in liquid funds equivalent to cover up to three months overhead expenditure. These reserves are to be held in order to maintain the basic operations of the charity and to provide some surety against adverse financial events, such as income targets not being achieved or unexpected expenditure.

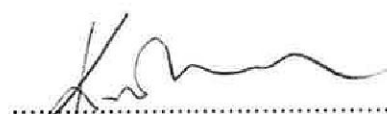
Nagarjuna Kadampa Meditation Centre

Report of the Trustees for the Year Ended 31 December 2020

Investment Policy

The Trustees consider that minimal risk should be undertaken regarding investments and consequently have a policy to place funds on deposit only to earn interest.

**Approved by the Trustees on
and signed on their behalf by**


.....
Kelsang Kunden

23/9/21
.....
Date

Nagarjuna Kadampa Meditation Centre

Independent Examiner's Report to the Trustees of Nagarjuna Kadampa Meditation Centre

For the Year Ended 31 December 2020

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 December 2020, which are set out on pages 6 to 13.

Responsibilities and basis of report

As the charity's trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 (the '2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's report

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

- (1) accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
- (2) the accounts do not accord with those accounting records; or
- (3) the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- (4) the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Hawsons

David Owens ACA
Hawsons Chartered Accountants
Jubilee House
32 Duncan Close
Moulton Park
Northampton
NN3 6WL

Date: 29 September 2021

Nagarjuna Kadampa Meditation Centre

Statement of Financial Activities for the Year Ended 31 December 2020

		Unrestricted funds £	Restricted funds £	2020 Total funds £	2019 Total funds £
	Notes				
Income and endowments from:					
Donations and legacies	2	73,976	-	73,976	143,442
Other trading activities	3	66,259	-	66,259	169,087
Income from investments	4	52	-	52	379
Income from charitable activities	5	397,685	-	397,685	366,166
Other income	6	383	-	383	535
Total income and endowments		538,355	-	538,355	679,609
Expenditure on:					
Raising funds	7	(42,201)	-	(42,201)	(87,353)
Charitable activities	8/9	(387,345)	-	(387,345)	(451,533)
Total expenditure		(429,546)	-	(429,546)	(538,886)
Transfer between funds					
Net income/(expenditure)		108,809	-	108,809	140,723
Reconciliation of funds					
Total funds brought forward		1,416,970	7,719	1,424,689	1,283,966
Total funds carried forward		1,525,779	7,719	1,533,498	1,424,689

All of the above amounts relate to continuing activities. There are no recognised gains or losses other than those in the statement of financial activities.

The notes on pages 8 to 13 form part of these financial statements.

Nagarjuna Kadampa Meditation Centre

Balance Sheet as at 31 December 2020

	Notes	2020 £	2019 £
Fixed assets			
Tangible assets	13	3,995,155	3,804,110
Current assets			
Debtors	14	3,993	4,792
Cash at bank and in hand		<u>74,161</u>	<u>153,116</u>
		78,154	157,908
Current liabilities			
Amounts falling due within one year	15	<u>(71,094)</u>	<u>(133,038)</u>
Net current assets		7,060	24,870
Total assets less current liabilities		4,002,215	3,828,980
Long term liabilities			
Amounts falling due after more than one year	16	<u>(2,468,717)</u>	<u>(2,404,291)</u>
Net assets		<u>1,533,498</u>	<u>1,424,689</u>
Funds			
Restricted funds	17	7,719	7,719
Unrestricted funds	18	<u>1,525,779</u>	<u>1,416,970</u>
		<u>1,533,498</u>	<u>1,424,689</u>

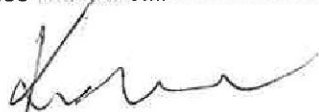
For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of the accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the Board of Trustees and are signed on their behalf by:

 23/9/21
Kelsang Kunden

Company registration number 02926933

The notes on pages 8 to 13 form part of these financial statements.

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2020

1 Accounting policies

Basis of accounting

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1st January 2015) Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The centre constitutes a public benefit entity as defined by FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

The Charity has taken the available exemption under the Charities SORP (FRS 102) Update Bulletin 1, as a smaller charity, to not prepare a Statement of Cash Flows.

Incoming resources

Donations are recognised in the accounts when it is known that they will be received. Gifts donated for resale are included as income when they are sold. Donated assets are included at value where this can be quantified and a third party is bearing the cost. The value of services provided by volunteers is not quantified and is not included in the accounts.

Grants are recognised in the accounts when it is known that they will be received.

Fund accounting

The charity maintains various types of funds as follows:

Restricted funds – these represent monies received that were allocated by the donor for specific purposes.

Unrestricted funds – these represent income that is expendable at the discretion of the Management Committee.

Endowment funds – these represent income that the Trustees have allocated to be used for specific purposes.

Resources expended and basis of allocation of costs

Expenditure is recognised in the period in which it is incurred.

Resources expended are allocated directly to the particular activity to which the cost relates. Governance costs represent direct expenditure on the governance of the Centre.

Fixed assets

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:

Freehold property	1% straight line
Fixtures, fittings and equipment	15 – 25% reducing balance
Motor vehicles	25% reducing balance

Depreciation is allocated on a 25% to fundraising costs and 75% to accommodation costs basis.

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2020

2 Donations and legacies

	Unrestricted funds	Restricted funds	2020 Total	2019 Total
	£	£	£	£
Donations - Leicester	1,394	-	1,394	20,045
Donations - Thornby	56,138	-	56,138	123,397
Grant income - Thornby	771	-	771	-
Grant income - Leicester	15,673	-	15,673	-
	<u>73,976</u>	<u>-</u>	<u>73,976</u>	<u>143,442</u>

Thornby Hall was purchased in 2017 and the charity received a high level of donation pledges to help develop the centre.

3 Income from other trading activities

	Unrestricted funds	Restricted funds	2020 Total	2019 Total
	£	£	£	£
Shop, café and artwork income	61,933	-	61,933	145,934
Fundraising events	4,326	-	4,326	23,153
	<u>66,259</u>	<u>-</u>	<u>66,259</u>	<u>169,087</u>

4 Income from investments

	Unrestricted funds	Restricted funds	2020 Total	2019 Total
	£	£	£	£
Bank interest receivable	52	-	52	379
	<u>52</u>	<u>-</u>	<u>52</u>	<u>379</u>

5 Income from charitable activities

	Unrestricted funds	Restricted funds	2020 Total	2019 Total
	£	£	£	£
Income from rent and accommodation	245,279	-	245,279	237,120
Income from course and study fees	152,406	-	152,406	129,046
	<u>397,685</u>	<u>-</u>	<u>397,685</u>	<u>366,166</u>

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2020

6 Other income

	Unrestricted funds	Restricted funds	2020 Total	2019 Total
	£	£	£	£
Miscellaneous income	383	-	383	535
	<u>383</u>	<u>-</u>	<u>383</u>	<u>535</u>

7 Expenditure on raising funds

	Unrestricted funds	Restricted funds	2020 Total	2019 Total
	£	£	£	£
Shop, café and artwork costs	42,638	-	42,638	84,814
Fundraising costs	(437)	-	(437)	2,539
	<u>42,201</u>	<u>-</u>	<u>42,201</u>	<u>87,354</u>

Included in shop, café and artwork costs is £3,034 (2019: £3,574) which relates to the depreciation for the Leicester centre and £10,596 (2019: £8,836) which relates to the centre at Kelmarsh.

8 Expenditure on charitable activities

	Unrestricted funds	Restricted funds	2020 Total	2019 Total
	£	£	£	£
Accommodation and education	347,319	-	347,319	410,761
Donations to other NKT centres	360	-	360	360
Support costs	15,318	-	15,318	25,293
Accountancy costs	2,596	-	2,596	1,900
VAT partial exemption restriction	21,752	-	21,752	13,219
	<u>387,345</u>	<u>-</u>	<u>387,345</u>	<u>451,533</u>

Included in accommodation and education costs is £9,101 (2019: £10,722) which relates to the depreciation for the Leicester centre and £31,788 (2019: £26,506) which relates to the centre at Kelmarsh.

9 Expenditure on charitable activities by activity type

	Unrestricted funds	Restricted funds	2020 Total	2019 Total
	£	£	£	£
Accommodation and education	365,233	-	365,233	437,954
Donations to other NKT centres	360	-	360	360
	<u>365,593</u>	<u>-</u>	<u>365,593</u>	<u>438,314</u>

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2020

10 Net income for the year

This is stated after charging:

	2020	2019
Depreciation	<u>54,519</u>	<u>49,638</u>

11 Employees

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

	2020	2019
Number of employees	<u>8</u>	<u>11</u>

No employee received remuneration of more than £60,000 during the current or previous year.

12 Trustees' remuneration

No trustees were paid remuneration or expenses during the year (2019: none).

13 Fixed assets

	Freehold property £	Fixtures, fittings and equipment £	Motor Vehicles £	Total £
Cost				
At 1 January 2020	3,931,592	192,506	23,102	4,147,200
Additions	216,994	29,118	-	246,112
Disposals	-	(548)	-	(548)
At 31 December 2020	<u>4,148,586</u>	<u>221,076</u>	<u>23,102</u>	<u>4,392,764</u>
Depreciation				
At 1 January 2020	164,662	160,127	18,301	343,090
Disposals	-	-	-	-
Charge for the year	41,486	11,833	1,200	54,519
At 31 December 2020	<u>206,148</u>	<u>171,960</u>	<u>19,501</u>	<u>397,609</u>
Net book value				
At 31 December 2020	<u>3,942,438</u>	<u>49,116</u>	<u>3,601</u>	<u>3,995,155</u>
At 31 December 2019	<u>3,766,930</u>	<u>32,379</u>	<u>4,801</u>	<u>3,804,110</u>

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2020

14 Debtors

	2020	2019
	£	£
Trade debtors	1,971	3,840
Prepayments	1,649	952
VAT	373	-
	<u>3,993</u>	<u>4,792</u>

15 Creditors: amounts falling due within one year

	2020	2019
	£	£
Bank loans and overdrafts	32,421	64,845
Trade creditors	35,028	56,948
VAT	-	1,174
Other creditors	3,645	10,071
	<u>71,094</u>	<u>133,038</u>

The following liabilities disclosed under creditors falling due within one year are secured by the charity:

	2020	2019
	£	£
Bank loans and overdrafts	<u>32,421</u>	<u>64,845</u>

16 Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Bank loans and overdrafts	2,229,062	2,212,627
Other creditors	239,655	191,664
	<u>2,468,717</u>	<u>2,404,291</u>

The following liabilities disclosed under creditors falling due after one year are secured by the charity.

	2020	2019
	£	£
Bank loans and overdrafts	<u>2,229,062</u>	<u>2,212,627</u>

Included within creditors falling due after more than one year is an amount of £2,021,502 (2019: £2,003,149) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2020

17 Restricted funds

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfer £	Balance at 31 December 2020 £
Art Workshop	7,719	-	-	-	7,719
	<u>7,719</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,719</u>

Art workshop – this fund has been set up for the conversion of the garage into an Art Workshop for the painting of Buddha statues.

18 Unrestricted funds

	Balance at 1 January 2020 £	Income £	Expenditure £	Balance at 31 December 2020 £
General fund	1,416,970	538,355	(429,546)	1,525,779
	<u>1,416,970</u>	<u>538,355</u>	<u>(429,546)</u>	<u>1,525,779</u>

19 Analysis of net assets between funds

	Tangible fixed assets £	Net current assets/ (liabilities) £	Long term liabilities £	Total £
Restricted funds:				
Art Workshop	-	7,719	-	7,719
Unrestricted funds	3,995,155	(659)	(2,468,717)	1,525,779
Total funds	<u>3,995,155</u>	<u>7,060</u>	<u>(2,468,717)</u>	<u>1,533,498</u>

20 Company Limited by guarantee

The company is limited by guarantee whereby in the event of winding up each member being a member at the time of winding up or within one year of this event promises to pay an amount as demanded not exceeding £10 to be used to pay the liabilities of the charity together with the costs of winding up.