

Company Registration Number: 02926933
Charity Registration Number: 1039957

Nagarjuna Kadampa Meditation Centre

Financial Statements

For the Year Ended 31 December 2021

Nagarjuna Kadampa Meditation Centre

Financial statements for the Year Ended 31 December 2021

Contents

Legal and Administrative Information..... 1

Report of the Trustees..... 2

Independent Examiner’s Report 6

Statement of Financial Activities..... 7

Balance Sheet..... 8

Notes to the Financial Statements..... 9

Nagarjuna Kadampa Meditation Centre

Legal and Administrative Information

Directors/Trustees: Jennifer Andrews
Andrew Day

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 2021

The management committee present their report and financial statements for the year ended 31 December 2021.

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 – resigned 29 March 2022

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 2021

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 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.

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.

The Thornby Centre has two meditation rooms – a large meditation hall in a separate building seating 70 people and a meditation room in the main building seating 45 people. The Thornby centre provides General Programme classes two times a week and lunchtime classes every weekday. A morning Teacher Training Programme is held twice a week, with the evening Foundation Programme and Sunday Foundation Programme being held once per week. An evening Foundation Programme is also held in Stony Stratford.

Leicester Centre

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

The Leicester Centre has two meditation rooms - a large meditation room on the ground floor seating over 150 people and a meditation room located in the basement seating 30 people. The Leicester centre provides three General Programme classes per week, weekday lunchtime classes and Foundation Programmes are held one evening per week. The centre also has a large World Peace café, which is popular within the community of Leicester.

Both centres offer a variety of events including retreats, day courses and half day courses.

Nagarjuna Kadampa Meditation Centre

Report of the Trustees for the Year Ended 31 December 2021

COVID pandemic and Government imposed Restrictions

January to March 2021

From January to March the Government imposed the third national lockdown of the pandemic, however essential services, including places of worship were allowed to continue to function.

The Thornby centre offered in-person spiritual retreats and classes and an outdoor take away café. The Leicester centre café remained closed. Both centres continued to offer on-line classes and courses

April to December 2021

For the period April to July 2021 the Government introduced a road map out of the restrictions and lockdowns.

April 2021 - both centres offered limited number in-person classes and a full range of online classes with outdoor seating café only.

May to June 2021 - Indoor seating in the café and shop re-opening was allowed in both centres. In-person classes continued with social distancing and online classes.

July 2021 - At the beginning of July, the Thornby centre held an outdoor Summer Fete, the first for two years. By the end of July all restrictions were lifted and both centres became fully operational again.

August to December 2021 – no further restrictions imposed affecting the centres.

Thornby activities and developments

Once restrictions were lifted and with the new Stables accommodation completed the centre was able to host other Kadampa meditation centres for retreats. A number of these were held during 2021. In addition, upgrading works were carried out on resident's accommodation in the main building and the refurbishment of the resident's laundry and the provision of an additional resident's kitchen were completed.

Leicester activities and developments

The 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 the pandemic. Once restrictions were lifted Leicester centre was able to offer a full programme of in-person classes and continued with online classes.

In June and July 2021, Severn Trent carried out extensive drainage replacement works within the centre's main access and parking area.

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.

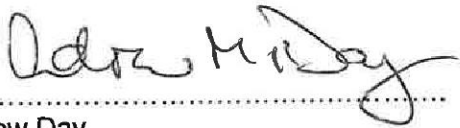
Nagarjuna Kadampa Meditation Centre

Report of the Trustees for the Year Ended 31 December 2021

Investment Policy

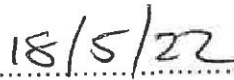
The Trustees consider that minimal risk should be undertaken regarding investments and consequently have a policy to place funds on deposit only to earn interest.

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



Andrew Day

Date



Nagarjuna Kadampa Meditation Centre

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

For the Year Ended 31 December 2021

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 December 2021, which are set out on pages 7 to 14.

Responsibilities and basis of report

As the trustees of the charity (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.



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

Date: 8 June 2012

Nagarjuna Kadampa Meditation Centre

Statement of Financial Activities for the Year Ended 31 December 2021

		Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
	Notes				
Income and endowments from:					
Donations and legacies	2	73,435	-	73,435	73,976
Other trading activities	3	159,583	-	159,583	66,259
Income from investments	4	5	-	5	52
Income from charitable activities	5	476,123	-	476,123	397,685
Other income	6	1,849	-	1,849	383
Total income and endowments		710,995	-	710,995	538,355
Expenditure on:					
Raising funds	7	(76,738)	-	(76,738)	(42,201)
Charitable activities	8/9	(492,982)	-	(492,982)	(387,345)
Total expenditure		(569,720)	-	(569,720)	(429,546)
Transfer between funds					
Net income/(expenditure)		141,275	-	141,275	108,809
Reconciliation of funds					
Total funds brought forward		1,525,779	7,719	1,533,498	1,424,689
Total funds carried forward		1,667,054	7,719	1,674,773	1,533,498

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 9 to 14 form part of these financial statements.

Nagarjuna Kadampa Meditation Centre

Balance Sheet as at 31 December 2021

	Notes	2021 £	2020 £
Fixed assets			
Tangible assets	13	4,016,221	3,995,155
Current assets			
Debtors	14	4,333	3,993
Cash at bank and in hand		129,998	74,161
		134,331	78,154
Current liabilities			
Amounts falling due within one year	15	(94,273)	(71,094)
Net current assets		40,058	7,060
Total assets less current liabilities		4,056,279	4,002,215
Long term liabilities			
Amounts falling due after more than one year	16	(2,381,506)	(2,468,717)
Net assets		1,674,773	1,533,498
Funds			
Restricted funds	17	7,719	7,719
Unrestricted funds	18	1,667,054	1,525,779
		1,674,773	1,533,498

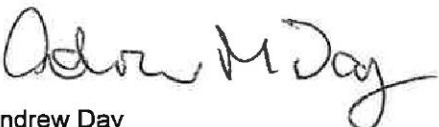
For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

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:



Andrew Day

Company registration number 02926933 18 May 2022

The notes on pages 9 to 14 form part of these financial statements.

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2021

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 2021

2 Donations and legacies

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Donations - Leicester	327	-	327	1,394
Donations - Thornby	26,031	-	26,031	56,138
Grant income - Thornby	12,551	-	12,551	771
Grant income - Leicester	34,526	-	34,526	15,673
	<u>73,435</u>	<u>-</u>	<u>73,435</u>	<u>73,976</u>

3 Income from other trading activities

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Shop, café and artwork income	155,788	-	155,788	61,933
Fundraising events	3,795	-	3,795	4,326
	<u>159,583</u>	<u>-</u>	<u>159,583</u>	<u>66,259</u>

4 Income from investments

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Bank interest receivable	5	-	5	52
	<u>5</u>	<u>-</u>	<u>5</u>	<u>52</u>

5 Income from charitable activities

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Income from rent and accommodation	280,628	-	280,628	245,279
Income from course and study fees	195,495	-	195,495	152,406
	<u>476,123</u>	<u>-</u>	<u>476,123</u>	<u>397,685</u>

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2021

6 Other income

	Unrestricted funds	Restricted funds	2021 Total	2020 Total
	£	£	£	£
Miscellaneous income	1,849	-	1,849	383
	<u>1,849</u>	<u>-</u>	<u>1,849</u>	<u>383</u>

7 Expenditure on raising funds

	Unrestricted funds	Restricted funds	2021 Total	2020 Total
	£	£	£	£
Shop, café and artwork costs	76,126	-	76,126	42,638
Fundraising costs	612	-	612	(437)
	<u>76,738</u>	<u>-</u>	<u>76,738</u>	<u>42,202</u>

Included in shop, café and artwork costs is £3,566 (2020: £3,034) which relates to the depreciation for the Leicester centre and £10,917 (2020: £10,596) which relates to the centre at Thornby.

8 Expenditure on charitable activities

	Unrestricted funds	Restricted funds	2021 Total	2020 Total
	£	£	£	£
Accommodation and education	441,741	-	441,741	347,319
Donations to other NKT centres	360	-	360	360
Support costs	23,992	-	23,992	15,318
Accountancy costs	5,389	-	5,389	2,596
VAT partial exemption restriction	21,500	-	21,500	21,752
	<u>492,982</u>	<u>-</u>	<u>492,982</u>	<u>387,345</u>

Included in accommodation and education costs is £10,698 (2020: £9,101) which relates to the depreciation for the Leicester centre and £32,752 (2020: £31,788) which relates to the centre at Thornby.

9 Expenditure on charitable activities by activity type

	Unrestricted funds	Restricted funds	2021 Total	2020 Total
	£	£	£	£
Accommodation and education	471,122	-	471,122	365,233
Donations to other NKT centres	360	-	360	360
	<u>471,482</u>	<u>-</u>	<u>471,482</u>	<u>365,593</u>

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2021

10 Net income for the year

This is stated after charging:

	2021	2020
Depreciation	<u>57,933</u>	<u>54,519</u>

11 Employees

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

	2021	2020
Number of employees	<u>12</u>	<u>8</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 (2020: none).

13 Fixed assets

	Freehold property £	Fixtures, fittings and equipment £	Motor Vehicles £	Total £
Cost				
At 1 January 2021	4,148,586	221,076	23,102	4,392,764
Additions	57,847	15,666	6,000	79,513
Disposals	-	-	(1,814)	(1,814)
At 31 December 2021	<u>4,206,433</u>	<u>236,742</u>	<u>27,288</u>	<u>4,470,463</u>
Depreciation				
At 1 January 2021	206,148	171,960	19,501	397,609
Disposals	-	-	(1,300)	(1,300)
Charge for the year	42,064	14,053	1,816	57,933
At 31 December 2021	<u>248,212</u>	<u>186,013</u>	<u>20,017</u>	<u>454,242</u>
Net book value				
At 31 December 2021	<u>3,958,221</u>	<u>50,729</u>	<u>7,271</u>	<u>4,016,221</u>
At 31 December 2020	<u>3,942,438</u>	<u>49,116</u>	<u>3,601</u>	<u>3,995,155</u>

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2021

14 Debtors

	2021	2020
	£	£
Trade debtors	2,159	1,971
Prepayments	2,174	1,649
VAT	-	373
	<u>4,333</u>	<u>3,993</u>

15 Creditors: amounts falling due within one year

	2021	2020
	£	£
Bank loans and overdrafts	66,659	32,421
Trade creditors	23,804	35,028
VAT	369	-
Other creditors	3,441	3,645
	<u>94,273</u>	<u>71,094</u>

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

	2021	2020
	£	£
Bank loans and overdrafts	<u>66,659</u>	<u>32,421</u>

16 Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Bank loans and overdrafts	2,162,403	2,229,062
Other creditors	219,103	239,655
	<u>2,381,506</u>	<u>2,468,717</u>

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

	2021	2020
	£	£
Bank loans and overdrafts	<u>2,162,403</u>	<u>2,229,062</u>

Included within creditors falling due after more than one year is an amount of £1,947,068 (2020: £2,021,502) 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 2021

17 Restricted funds

	Balance at 1 January 2021 £	Income £	Expenditure £	Transfer £	Balance at 31 December 2021 £
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 2021 £	Income £	Expenditure £	Balance at 31 December 2021 £
General fund	1,525,779	710,995	(569,720)	1,667,054
	<u>1,525,779</u>	<u>710,995</u>	<u>(569,720)</u>	<u>1,667,054</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	4,016,221	32,339	(2,381,506)	1,667,054
Total funds	<u>4,016,221</u>	<u>40,058</u>	<u>(2,381,506)</u>	<u>1,674,773</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.