

Company Registration Number: 02926933
Charity Registration Number: 1039957

Nagarjuna Kadampa Meditation Centre

Financial Statements

For the Year Ended 31 December 2022

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Nagarjuna Kadampa Meditation Centre

Legal and Administrative Information

Directors/Trustees: Jennifer Andrews
Andrew Day
Jacqueline Firth (appointed 31 January 2023)

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 2022

The management committee present their report and financial statements for the year ended 31 December 2022.

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 2022

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 aim 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. She teaches at the Thornby Centre, throughout England and Ireland.

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 centre is open 7 days a week with 17 acres of grounds for people to enjoy and the World Peace Café is open daily from 11am to 4pm.

The Thornby centre provides General Programme classes two times a week and lunchtime classes every weekday. The Morning Teacher Training Programme is held twice a week, whilst both the evening Foundation Programme and Sunday Foundation programmes are held once per week. Branch General Programme classes have successfully been re-launched in the surrounding towns of Rugby, Northampton, Coventry, Daventry and Brackley with good attendance being noted.

In addition to the study programmes, Nagarjuna KMC Thornby provides an extensive range of half day and day courses, weekend and week retreats, meditations and afternoon teas, as well as evening meditations followed by a three course meal. A fundraising Summer Fete is held annually in July with over 1,000 people attending with live music, meditations, food and stalls for visitors to enjoy.

The centre also hosts regular visiting Kadampa centre retreats, providing the accommodation and meditation space for their away weekends. This year Nagarjuna KMC hosted the NKT - United Kingdom Dharma Celebration, a national long weekend of teachings and meditations with over 500 people attending.

Thornby Developments

The main meditation room has been renovated revealing and restoring the original oak panelling and oak floor. Fundraising is taking place to provide a new oak shrine for the statues. Upgrading works continued with refurbishment of residents' accommodation in the main building and insulation to improve heating efficiency.

Nagarjuna Kadampa Meditation Centre

Report of the Trustees for the Year Ended 31 December 2022

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 is located in the heart of the City within the shopping and café district. The 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 a Foundation Programme which is held one evening per week. The centre also has a large World Peace Café, which is popular with the community of Leicester.

In addition to the study programmes, Nagarjuna KMC Leicester provides an extensive range of half day and day courses, retreats, meditations and evening meditations followed by a three course meal.

Leicester developments

New security doors were purchased and installed on the main entrances to the building and phased refurbishment works of residents rooms are being carried out.

Both centres have an active local community relations team with school, work and voluntary group visits wishing to learn more about Buddhist philosophy and meditation.

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.

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

21/5/2023
.....
Date

Nagarjuna Kadampa Meditation Centre

Independent Examiner's Report to the Trustees of Nagarjuna Kadampa Meditation Centre For the Year Ended 31 December 2022

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 December 2022, which are set out on pages 6 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.

Hawsons

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

Date: 22 May 2023

Nagarjuna Kadampa Meditation Centre

Statement of Financial Activities for the Year Ended 31 December 2022

		Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
	Notes				
Income and endowments from:					
Donations and legacies	2	58,212	-	58,212	73,435
Other trading activities	3	198,901	-	198,901	159,583
Income from investments	4	138	-	138	5
Income from charitable activities	5	533,956	-	533,956	476,123
Other income	6	1,461	-	1,461	1,849
Total income and endowments		792,668	-	792,668	710,995
Expenditure on:					
Raising funds	7	(105,133)	-	(105,133)	(76,738)
Charitable activities	8/9	(535,773)	-	(535,773)	(492,982)
Total expenditure		(640,906)	-	(640,906)	(569,720)
Transfer between funds					
Net income		151,762	-	151,762	141,275
Reconciliation of funds					
Total funds brought forward		1,667,054	7,719	1,674,773	1,533,498
Total funds carried forward		1,818,816	7,719	1,826,535	1,674,773

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 14 form part of these financial statements.

Nagarjuna Kadampa Meditation Centre

Balance Sheet as at 31 December 2022

	Notes	2022 £	2021 £
Fixed assets			
Tangible assets	13	4,026,704	4,016,221
Current assets			
Debtors	14	4,843	4,333
Other debtors	15	35,000	-
Cash at bank and in hand		132,200	129,998
		172,043	134,331
Current liabilities			
Amounts falling due within one year	16	(101,603)	(94,273)
Net current assets		70,440	40,058
Total assets less current liabilities		4,097,144	4,056,279
Long term liabilities			
Amounts falling due after more than one year	17	(2,270,609)	(2,381,506)
Net assets		1,826,535	1,674,773
Funds			
Restricted funds	18	7,719	7,719
Unrestricted funds	19	1,818,816	1,667,054
		1,826,535	1,674,773

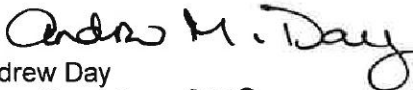
For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

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
21 May 2023
Company registration number 02926933

The notes on pages 8 to 14 form part of these financial statements.

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 2022

2 Donations and legacies

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Donations - Leicester	5,676	-	5,676	327
Donations - Thornby	49,905	-	49,905	26,031
Grant income - Thornby	2,631	-	2,631	12,551
Grant income - Leicester	-	-	-	34,526
	<u>58,212</u>	<u>-</u>	<u>58,212</u>	<u>73,435</u>

3 Income from other trading activities

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Shop, café and artwork income	193,858	-	193,858	155,788
Fundraising events	5,043	-	5,043	3,795
	<u>198,901</u>	<u>-</u>	<u>198,901</u>	<u>159,583</u>

4 Income from investments

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Bank interest receivable	138	-	138	5
	<u>138</u>	<u>-</u>	<u>138</u>	<u>5</u>

5 Income from charitable activities

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Income from rent and accommodation	302,852	-	302,852	280,628
Income from course and study fees	231,104	-	231,104	195,495
	<u>533,956</u>	<u>-</u>	<u>533,956</u>	<u>476,123</u>

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

6 Other income

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Miscellaneous income	1,461	-	1,461	1,849
	<u>1,461</u>	<u>-</u>	<u>1,461</u>	<u>1,849</u>

7 Expenditure on raising funds

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Shop, café and artwork costs	104,676	-	104,676	76,126
Fundraising costs	457	-	457	612
	<u>105,133</u>	<u>-</u>	<u>105,133</u>	<u>76,738</u>

Included in shop, café and artwork costs is £3,155 (2021: £3,566) which relates to the depreciation for the Leicester centre and £10,975 (2021: £10,917) which relates to the centre at Thornby.

8 Expenditure on charitable activities

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Accommodation and education	483,696	-	483,696	441,741
Donations to other NKT centres	5,360	-	5,360	360
Support costs	29,900	-	29,900	23,992
Accountancy costs	3,315	-	3,315	5,389
VAT partial exemption restriction	13,502	-	13,502	21,500
	<u>535,773</u>	<u>-</u>	<u>535,773</u>	<u>492,982</u>

Included in accommodation and education costs is £9,463 (2021: £10,698) which relates to the depreciation for the Leicester centre and £32,925 (2020: £32,752) which relates to the centre at Thornby.

9 Expenditure on charitable activities by activity type

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Accommodation and education	483,696	-	483,696	471,122
Donations to other NKT centres	5,360	-	5,360	360
	<u>489,056</u>	<u>-</u>	<u>489,056</u>	<u>471,482</u>

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

10 Net income for the year

This is stated after charging:

	2022	2021
Depreciation	<u>56,518</u>	<u>57,933</u>

11 Employees

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

	2022	2021
Number of employees	<u>12</u>	<u>12</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 (2021: none).

13 Fixed assets

	Freehold property £	Fixtures, fittings and equipment £	Motor Vehicles £	Total £
Cost				
At 1 January 2022	4,206,433	236,742	27,288	4,470,463
Additions	49,328	17,673	-	67,001
Disposals	-	-	-	-
At 31 December 2022	<u>4,255,761</u>	<u>254,415</u>	<u>27,288</u>	<u>4,537,464</u>
Depreciation				
At 1 January 2022	248,212	186,013	20,017	454,242
Disposals	-	-	-	-
Charge for the year	<u>42,377</u>	<u>12,324</u>	<u>1,817</u>	<u>56,518</u>
At 31 December 2022	<u>290,589</u>	<u>198,337</u>	<u>21,834</u>	<u>510,760</u>
Net book value				
At 31 December 2022	<u>3,965,172</u>	<u>56,078</u>	<u>5,454</u>	<u>4,026,704</u>
At 31 December 2021	<u>3,958,221</u>	<u>50,729</u>	<u>7,271</u>	<u>4,016,221</u>

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

14 Debtors

	2022	2021
	£	£
Trade debtors	2,583	2,159
Prepayments	2,260	2,174
	<u>4,843</u>	<u>4,333</u>

15 Other debtors

Loan to KMC Plymouth	35,000	-
	<u>35,000</u>	<u>-</u>

16 Creditors: amounts falling due within one year

	2022	2021
	£	£
Bank loans and overdrafts	69,156	66,659
Trade creditors	24,845	23,804
VAT	5,102	369
Other creditors	2,500	3,441
	<u>101,603</u>	<u>94,273</u>

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

	2022	2021
	£	£
Bank loans and overdrafts	<u>69,156</u>	<u>66,659</u>

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

17 Creditors: amounts falling due after more than one year

	2022 £	2021 £
Bank loans and overdrafts	2,093,248	2,162,403
Other creditors	177,361	219,103
	<u>2,270,609</u>	<u>2,381,506</u>

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

	2022 £	2021 £
Bank loans and overdrafts	<u>2,093,248</u>	<u>2,162,403</u>

Included within creditors falling due after more than one year is an amount of £1,869,847 (2021: £1,947,068) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

18 Restricted funds

	Balance at 1 January 2022 £	Income £	Expenditure £	Transfer £	Balance at 31 December 2022 £
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.

19 Unrestricted funds

	Balance at 1 January 2022 £	Income £	Expenditure £	Balance at 31 December 2022 £
General fund	1,667,054	792,668	(640,906)	1,818,816
	<u>1,667,054</u>	<u>792,668</u>	<u>(640,906)</u>	<u>1,818,816</u>

Nagarjuna Kadampa Meditation Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

20 Analysis of net assets between funds

	fixed assets £	(liabilities) £	liabilites £	Total £
Restricted funds:				
Art Workshop	-	7,719	-	7,719
Unrestricted funds	4,026,704	62,721	(2,270,609)	1,818,816
Total funds	<u>4,026,704</u>	<u>70,440</u>	<u>(2,270,609)</u>	<u>1,826,535</u>

21 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.