

The Liberal Catholic Church Grail Community

Charity No. 1156934

Company No. 07935762

Trustees' Report and Unaudited Accounts

28 February 2021

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The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the unaudited financial statements of the charity for the year ended 28 February 2021.

REFERENCE AND ADMINISTRATIVE DETAILS

Company No. 07935762

Charity No. 1156934

Principal Office

Chalice House
Torridge Hill
Bideford
Devon
EX39 2AZ
Registered Office

Chalice House
Torridge Hill
Bideford
Devon
EX39 2AZ

Directors and Trustees

The Directors of the charitable company are its Trustees for the purposes of charity law.
The following Directors and Trustees served during the year:

N. Easton
V. Easton
H. Lillie
M. Peterson
C. Teng-Krishna
M. Van Buren Schele
W.E. Van Buren Schele-Van Vledder

Company Secretary

M. Peterson

Accountants

Accountancy Edge Limited
12 Culm Close
Bideford
Devon
EX39 4AX

Bankers
CAF Bank Ltd
25 Kings Hill Avenue
West Malling
Kent
ME19 4JQ

OBJECTIVES AND ACTIVITIES

The charity's objects are specifically restricted to the following: to advance the Christian religion as expressed in the Summary of Doctrine and Summary of Principles of The Liberal Catholic Church Grail Community, for the benefit of the public in particular through the holding of prayer meetings, lectures, public celebration of religious festivals and by producing and distributing literature.

The Grail Community upholds and maintains the original esoteric principles of 'The Liberal Catholic Church' and is a part of the one Holy, Catholic and Apostolic Church. We are not Roman Catholic, Protestant or Evangelical, we are an esoteric, mystical, apostolic and liberal church.

The charity has continued to provide spiritual resources, education and support for its members and the wider community. It has also continued to support The Church of the Grail Community in Kenya where there are six centres, but in particular the school at the Saint Alban's Centre.

As Trustees of the charity we have given due consideration to the Charity Commission's published guidance on the Public Benefit requirement under the Charities Act 2011.

The charity's services are open to the public to help build and develop their Christian faith. Apart from its Church activities, the charity is involved in the following public benefit efforts:

- The provision of study materials, which are available to the general public.
- The organization of seminars and retreat days to deepen the public's knowledge of spiritual matters and take them on the inner way through silence, meditation and discussion.
- Fundraising for the Church of the Grail Community in Kenya, which now runs a school for the benefit of the local rural community and including many orphans. We also assist the Church of the Grail Community in Kenya in developing further projects to help the community, including the provision of education, renewable energy sources and sustainable food and water.

ACHIEVEMENTS AND PERFORMANCE

The St. Alban centre is the site of our school, which is now entirely run by The Liberal Catholic Church Grail Community through its Society in Kenya.

We continue to fund our society, "Church of the Grail Community in Kenya" which has six active centres and runs our school at the St Albans Centre at Liberty. There are 13 full time teachers and 4 ancillary staff. The year started with over 230 children attending, but due to Covid restrictions was closed for part of 2020. Many orphans receive an education they would not otherwise receive. We continued to pay staff salaries, briefly at a slightly reduced rate, unlike many other schools, including those funded by the government.

We have significantly upgraded the buildings and site, with new fencing, two new water tanks, steps, completion of Office, Staff room and Kitchen. Over 200 new desks were purchased or refurbished to comply with Government regulations. Books and stationery were provided to teach the new curriculum and a major school trip funded which is an essential requirement for the final examinations. Staff training continued. Inspection visits were funded in support of the Registration process.

The Church centres were supported with essential materials.

In the UK, due to Government restrictions on the public attending services, we provided these by transmitting them via Zoom. This enabled many more people to partake, including those living in other parts of the UK, Kenya and mainland Europe.

FINANCIAL REVIEW

The Trustees regularly review the reserves of the Church to ensure that sufficient liquid resources are available to meet its obligations. The Trustees of the charity have designated funds for specific purposes. These are funds set aside for The Church of the Grail Community in Kenya.

Certain donations are allocated to restricted funds specifically to finance staff costs and building works at the St Alban Centre in Kenya. Other donations are specifically restricted for the funding of a bore hole to provide clean water.

The Trustees consider the charity holds sufficient reserves to fund its core activities for a period of not less than six months. This is felt to be satisfactory.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The organisation is a charitable company, limited by guarantee, incorporated on 3 February 2012, as amended 5 April 2014, and registered as a charity on 6 May 2014. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

The directors of the company are also charity Trustees for the purposes of charity law and under the charity's Articles are known to members as the Trustees. The minimum number of Trustees is three.

Trustees are either elected by the members at the Annual General Meeting or are co-opted during the year by the Board of Trustees.

All new Trustees are provided with a copy of the Charity commission publication CC3, "The Essential Trustee", which outlines what is expected of a charity Trustee and their responsibilities to the charity.

The Board of Trustees has conducted a review of the major risks to which the charity is exposed. A risk register is being established and will be updated at least annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects.

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

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out in Part 15 of the Companies Act 2006 and in accordance with the Charities SORP (FRS 102).

Signed on behalf of the board

M. Van Buren Schele
Trustee
01 October 2021

Independent Examiner's Report to the trustees of The Liberal Catholic Church Grail Community

I report to the charity trustees on my examination of the accounts of The Liberal Catholic Church Grail Community for the year ended 28 February 2021 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet and the related notes.

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 charity 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 statement

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

- accounting records were not kept in accordance with section 386 of the 2006 Act ; or
- the accounts do not accord with those records; or
- the accounts do not comply with the accounting requirements under 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
- the accounts have not been prepared in accordance with the Charities SORP (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.

James Hellyer MA (Cantab.) FCA
Chartered Accountant
Accountancy Edge Limited
12 Culm Close
Bideford
Devon

EX39 4AX
01 October 2021

The Liberal Catholic Church Grail Community
Statement of Financial Activities

for the year ended 28 February 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income and endowments from:					
Donations and legacies	4	29,015	16,437	45,452	61,434
Charitable activities	5	242	-	242	223
Total		29,257	16,437	45,694	61,657
Expenditure on:					
Charitable activities	6	22,857	15,731	38,588	47,894
Other	7	6,670	-	6,670	5,821
Total		29,527	15,731	45,258	53,715
Net gains on investments		-	-	-	-
Net income	8	(270)	706	436	7,942
Transfers between funds		(50)	50	-	-
Net income before other gains/(losses)		(320)	756	436	7,942
Other gains and losses					
Net movement in funds		(320)	756	436	7,942
Reconciliation of funds:					
Total funds brought forward		11,474	-	11,474	3,532
Total funds carried forward		11,154	756	11,910	11,474

The Liberal Catholic Church Grail Community
Summary Income and Expenditure Account
for the year ended 28 February 2021

	2021 £	2020 £
Income	45,694	61,657
Gross income for the year	<u>45,694</u>	<u>61,657</u>
Expenditure	39,944	51,944
Depreciation and charges for impairment of fixed assets	5,314	1,771
Total expenditure for the year	<u>45,258</u>	<u>53,715</u>
Net income before tax for the year	436	7,942
Net income for the year	<u><u>436</u></u>	<u><u>7,942</u></u>

The Liberal Catholic Church Grail Community

Balance Sheet

at 28 February 2021

Company No. 07935762	Notes	2021 £	2020 £
Fixed assets			
Tangible assets	10	-	5,313
		-	5,313
Current assets			
Cash at bank and in hand		17,925	12,096
		17,925	12,096
Creditors: Amount falling due within one year	11	(1,015)	(935)
Net current assets		16,910	11,161
Total assets less current liabilities		16,910	16,474
Creditors: Amounts falling due after more than one year	12	(5,000)	(5,000)
Net assets excluding pension asset or liability		11,910	11,474
Total net assets		11,910	11,474
The funds of the charity			
Restricted funds	13		
Restricted income funds		756	-
		756	-
Unrestricted funds	13		
General funds		11,154	11,474
		11,154	11,474
Reserves	13		
Total funds		11,910	11,474

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

For the year ended 28 February 2021 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

Approved by the board on 01 October 2021

And signed on its behalf by:

N. Easton

Trustee

01 October 2021

1 Accounting policies

Basis of preparation

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 1 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.

Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

Income

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
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Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
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Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.
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Tax reclaims on donations and gifts	Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.
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Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.
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Volunteer help	The value of any volunteer help received is not included in the accounts.
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Investment income	This is included in the accounts when receivable.
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Gains/(losses) on revaluation of fixed assets	This includes any gain or loss resulting from revaluing investments to market value at the end of the year.
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Gains/(losses) on investment assets	This includes any gain or loss on the sale of investments.
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Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Tangible fixed assets and depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Motor vehicles	25% Reducing balance
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The motor vehicles are held in Kenya for the use of the charity and Grail Community there.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

Trade and other creditors

Short term creditors are measured at the transaction price. Other creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Foreign currencies

Monetary assets and liabilities denominated in currencies other than the functional currency of the charity are translated at the rates of exchange prevailing at the end of the reporting period.

Transactions in currencies other than the functional currency of the charity are recorded at the rate of exchange on the date that the transaction occurred.

All exchange differences are taken into account in arriving at net income/expenditure.

Receipt of donated goods, facilities and services

All donated goods, facilities and services received are recognised within incoming resources and expenditure at an estimate of the value to the charity.

2 Company status

The company is a private company limited by guarantee and consequently does not have share capital.

3 Statement of Financial Activities - prior year

	Unrestricted funds 2020 £	Total funds 2020 £
Income and endowments from:		
Donations and legacies	61,434	61,434
Charitable activities	223	223
Total	<u>61,657</u>	<u>61,657</u>
Expenditure on:		
Charitable activities	47,894	47,894
Other	5,821	5,821
Total	<u>53,715</u>	<u>53,715</u>
Net income	<u>7,942</u>	<u>7,942</u>
Net income before other gains/(losses)	7,942	7,942
Other gains and losses:		
Net movement in funds	<u>7,942</u>	<u>7,942</u>
Reconciliation of funds:		
Total funds brought forward	3,532	3,532
Total funds carried forward	<u>11,474</u>	<u>11,474</u>

4 Income from donations and legacies

	Unrestricted £	Restricted £	Total 2021 £	Total 2020 £
Donations and special offerings	1,815	706	2,521	13,076
Donations for The Church of the Grail Community in Kenya	27,200	15,731	42,931	48,358
	<u>29,015</u>	<u>16,437</u>	<u>45,452</u>	<u>61,434</u>

5 Income from charitable activities

	Unrestricted	Total 2021	Total 2020
	£	£	£
Provision of courses, literature and magazines	242	242	223
	<u>242</u>	<u>242</u>	<u>223</u>

6 Expenditure on charitable activities

	Unrestricted	Restricted	Total 2021	Total 2020
	£	£	£	£
<i>Expenditure on charitable activities</i>				
Provision of courses, literature and magazines	333	-	333	274
Donations passed on to The Church of the Grail Community in Kenya	22,524	15,731	38,255	47,620
<i>Governance costs</i>	<u>22,857</u>	<u>15,731</u>	<u>38,588</u>	<u>47,894</u>

7 Other expenditure

	Unrestricted	Total 2021	Total 2020
	£	£	£
Motor and travel costs	-	-	1,792
Amortisation, depreciation, impairment, profit/loss on disposal of fixed assets	5,314	5,314	1,771
General administrative costs	292	292	1,279
Legal and professional costs	<u>1,064</u>	<u>1,064</u>	<u>979</u>
	<u>6,670</u>	<u>6,670</u>	<u>5,821</u>

8 Net income before transfers

	2021	2020
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	-	1,771
Independent Examiner's fee	950	895

9 Staff costs

No employee received emoluments in excess of £60,000.

10 Tangible fixed assets

	Motor vehicles	Total
	£	£
Cost or revaluation		
At 1 March 2020	12,133	12,133
Disposals	(12,133)	(12,133)
At 28 February 2021	-	-
Depreciation and impairment		
At 1 March 2020	6,820	6,820
Disposals	(6,820)	(6,820)
At 28 February 2021	-	-
Net book values		
At 28 February 2021	-	-
At 29 February 2020	5,313	5,313

11 Creditors:

amounts falling due within one year

	2021	2020
	£	£
Accruals and deferred income	1,015	935
	<u>1,015</u>	<u>935</u>

12 Creditors:

amounts falling due after more than one year

	2021	2020
	£	£
Other loans	5,000	5,000
	<u>5,000</u>	<u>5,000</u>

13 Movement in funds

	At 1 March 2020	Incoming resources (including other gains/losses) £	Resources expended £	Gross transfers £	At 28 February 2021 £
Restricted funds:					
Restricted income funds:					
The Church of the Grail Community in Kenya	-	15,731	(15,731)	-	-
The bore hole project	-	706	-	50	756
<i>Total</i>	<u>-</u>	<u>16,437</u>	<u>(15,731)</u>	<u>50</u>	<u>756</u>
Unrestricted funds:					
General funds	11,474	2,057	(1,689)	(688)	11,154
Designated funds:					
The Church of the Grail Community in Kenya	-	27,200	(27,838)	638	-
<i>Total</i>	<u>-</u>	<u>27,200</u>	<u>(27,838)</u>	<u>638</u>	<u>-</u>
Revaluation Reserves:					
Total funds	<u>11,474</u>	<u>45,694</u>	<u>(45,258)</u>	<u>-</u>	<u>11,910</u>

Purposes and restrictions in relation to the funds:

Restricted funds:

The Church of the Grail Community in Kenya	To support the establishment and operation of a branch of the church in Kenya, supporting a school and orphans, and other charitable activities.
The bore hole project	To construct a bore hole providing clean water to the community in Kenya.

Designated funds:

The Church of the Grail Community in Kenya	To support the establishment and operation of a branch of the church in Kenya, supporting a school and orphans, and other charitable activities.
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14 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total £
Net current assets	16,154	756	16,910
Creditors due in more than one year and provisions	(5,000)	-	(5,000)
	<u>11,154</u>	<u>756</u>	<u>11,910</u>

15 Reconciliation of net debt

	At 1 March 2020 £	Cash flows £	At 28 February 2021 £
Cash and cash equivalents	12,096	5,829	17,925
	<u>12,096</u>	<u>5,829</u>	<u>17,925</u>
Borrowings	(5,000)	-	(5,000)
	<u>(5,000)</u>	<u>-</u>	<u>(5,000)</u>
Net debt	<u>7,096</u>	<u>5,829</u>	<u>12,925</u>

16 Related party disclosures

	2021 £	2020 £
<i>Transactions with related parties</i>		
<i>Name of related party</i>		
Rt. Rev. Dr M Van Buren Schele		
<i>Description of relationship between the parties</i>		
Trustee and member of the charity		
<i>Description of transaction and general amounts involved</i>		
Interest free loan to the charity		
<i>Amount due from/(to) the related party</i>	(5,000)	(5,000)
<i>Controlling party</i>		

The company is limited by guarantee and has no share capital; thus no single party controls the company.

The Liberal Catholic Church Grail Community
Detailed Statement of Financial Activities
for the year ended 28 February 2021

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income and endowments from:				
Donations and legacies				
Donations and special offerings	1,815	706	2,521	13,076
Donations for The Church of the Grail Community in Kenya	27,200	15,731	42,931	48,358
	<u>29,015</u>	<u>16,437</u>	<u>45,452</u>	<u>61,434</u>
Charitable activities				
Provision of courses, literature and magazines	242	-	242	223
	<u>242</u>	<u>-</u>	<u>242</u>	<u>223</u>
Total income and endowments	29,257	16,437	45,694	61,657
Expenditure on:				
Charitable activities				
Provision of courses, literature and magazines	333	-	333	274
Donations passed on to The Church of the Grail Community in Kenya	22,524	15,731	38,255	47,620
	<u>22,857</u>	<u>15,731</u>	<u>38,588</u>	<u>47,894</u>
Total of expenditure on charitable activities	22,857	15,731	38,588	47,894
Travel and subsistence	-	-	-	1,792
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,792</u>
General administrative costs, including depreciation and amortisation				
Depreciation of Motor vehicles	-	-	-	1,771
Loss on disposal of tangible fixed assets	5,314	-	5,314	-
Bank charges	61	-	61	60
Equipment expensed	20	-	20	-
General insurances	-	-	-	1,152
Postage and couriers	72	-	72	32
Software, IT support and related costs	104	-	104	-
Subscriptions	35	-	35	35
	<u>5,606</u>	<u>-</u>	<u>5,606</u>	<u>3,050</u>
Legal and professional costs				
Audit/Independent examination fees	950	-	950	895

The Liberal Catholic Church Grail Community
Detailed Statement of Financial Activities

Other legal and professional costs	114	-	114	84
	<u>1,064</u>	<u>-</u>	<u>1,064</u>	<u>979</u>
Total of expenditure of other costs	<u>6,670</u>	<u>-</u>	<u>6,670</u>	<u>5,821</u>
Total expenditure	29,527	15,731	45,258	53,715
Net gains on investments	-	-	-	-
	<u>(270)</u>	<u>706</u>	<u>436</u>	<u>7,942</u>
Net income	(270)	706	436	7,942
Transfers between funds	(50)	50	-	-
	<u>(320)</u>	<u>756</u>	<u>436</u>	<u>7,942</u>
Net income before other gains/(losses)	(320)	756	436	7,942
Other Gains	-	-	-	-
	<u>(320)</u>	<u>756</u>	<u>436</u>	<u>7,942</u>
Net movement in funds	(320)	756	436	7,942
Reconciliation of funds:				
Total funds brought forward	11,474	-	11,474	3,532
Total funds carried forward	<u>11,154</u>	<u>756</u>	<u>11,910</u>	<u>11,474</u>