

The Liberal Catholic Church Grail Community

Charity No. 1156934

Company No. 07935762

Trustees' Report and Unaudited Accounts

28 February 2022

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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 2022.

#### 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. Albans 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. The school has been named the Bishop J. I. Wedgewood Academy. It now has 13 full time teachers and 4 ancillary staff. Many orphans receive an education they would not otherwise receive. The charity has funded staff salaries at the school, books, and food. Specific donations have allowed the purchase of IT equipment by the school.

We have significantly upgraded the buildings and site, with new toilet facilities, a headmaster's office, a staff room and secure storage. Books and stationery were provided to teach the new curriculum. We provided 21 Computers for the school, as well as the solar panels and batteries to run them. The necessary desks and chairs were also provided. Electrical wiring was installed in the old teaching block and the Church, and upgraded in the new block. The school now has twelve full time teachers and one part-time, and four ancillary staff.

. Staff training continued. Inspection visits were funded in support of the Registration process.

We continued to support the Church centres with necessary supplies including repairing tents and providing one for the centre in Tanzania.

We held a training seminar with the senior leaders from each centre over 3 days, providing transport, food, accommodation and IT equipment enabling the meeting to be held via Zoom.

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 Liberal Catholic Church Grail Community  
Trustees Annual Report

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  
02 October 2022

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 financial statements of The Liberal Catholic Church Grail Community for the year ended 28 February 2022 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 financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act).

Having satisfied myself that the financial statements 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 financial statements 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 financial statements do not accord with those records; or
- the financial statements do not comply with the accounting requirements under section 396 of the 2006 Act other than any requirement that the financial statements give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- the financial statements 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 financial statements to be reached.

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

EX39 4AX  
02 October 2022

The Liberal Catholic Church Grail Community  
Statement of Financial Activities

for the year ended 28 February 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income and endowments from:					
Donations and legacies	4	1,164	60,884	62,048	45,452
Charitable activities	5	241	-	241	242
Total		1,405	60,884	62,289	45,694
Expenditure on:					
Charitable activities	6	191	60,221	60,412	38,588
Other	7	1,357	-	1,357	6,670
Total		1,548	60,221	61,769	45,258
Net gains on investments		-	-	-	-
Net income	8	(143)	663	520	436
Transfers between funds		-	-	-	-
Net income before other gains/(losses)		(143)	663	520	436
Other gains and losses					
Net movement in funds		(143)	663	520	436
Reconciliation of funds:					
Total funds brought forward		11,154	756	11,910	11,474
Total funds carried forward		11,011	1,419	12,430	11,910



The Liberal Catholic Church Grail Community  
Summary Income and Expenditure Account  
for the year ended 28 February 2022

	2022 £	2021 £
Income	62,289	45,694
Gross income for the year	<u>62,289</u>	<u>45,694</u>
Expenditure	61,769	39,944
Depreciation and charges for impairment of fixed assets	-	5,314
Total expenditure for the year	<u>61,769</u>	<u>45,258</u>
Net income before tax for the year	520	436
Net income for the year	<u><u>520</u></u>	<u><u>436</u></u>

The Liberal Catholic Church Grail Community

Balance Sheet

at 28 February 2022

Company No. 07935762	Notes	2022 £	2021 £
Fixed assets			
Tangible assets	10	-	-
Current assets			
Cash at bank and in hand		13,428	17,925
		<u>13,428</u>	<u>17,925</u>
Creditors: Amount falling due within one year	11	(998)	(1,015)
Net current assets		<u>12,430</u>	<u>16,910</u>
Total assets less current liabilities		12,430	16,910
Creditors: Amounts falling due after more than one year	12	-	(5,000)
Net assets excluding pension asset or liability		<u>12,430</u>	<u>11,910</u>
Total net assets		<u><u>12,430</u></u>	<u><u>11,910</u></u>
The funds of the charity			
Restricted funds	13		
Restricted income funds		1,419	756
		<u>1,419</u>	<u>756</u>
Unrestricted funds	13		
General funds		11,011	11,154
		<u>11,011</u>	<u>11,154</u>
Total funds		<u><u>12,430</u></u>	<u><u>11,910</u></u>

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 2022 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 02 October 2022

And signed on its behalf by:

N. Easton

Trustee

02 October 2022

## 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.

**Income with related expenditure** Where income has related expenditure the income and related expenditure is reported gross in the SoFA.

**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.

**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.

**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.

**Volunteer help** The value of any volunteer help received is not included in the accounts.

**Investment income** This is included in the accounts when receivable.

**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.

**Gains/(losses) on investment assets** This includes any gain or loss on the sale of investments.

#### 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.

## 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 2021 £	Restricted funds 2021 £	Total funds 2021 £
Income and endowments from:			
Donations and legacies	29,015	16,437	45,452
Charitable activities	242	-	242
Total	<u>29,257</u>	<u>16,437</u>	<u>45,694</u>
Expenditure on:			
Charitable activities	22,857	15,731	38,588
Other	6,670	-	6,670
Total	<u>29,527</u>	<u>15,731</u>	<u>45,258</u>
Net income	<u>(270)</u>	<u>706</u>	<u>436</u>
Transfers between funds	(50)	50	-
Net income before other gains/(losses)	<u>(320)</u>	<u>756</u>	<u>436</u>
Other gains and losses:			
Net movement in funds	<u>(320)</u>	<u>756</u>	<u>436</u>
Reconciliation of funds:			
Total funds brought forward	11,474	-	11,474
Total funds carried forward	<u>11,154</u>	<u>756</u>	<u>11,910</u>

4 Income from donations and legacies

	Unrestricted £	Restricted £	Total 2022 £	Total 2021 £
Donations and special offerings	1,164	114	1,278	2,521
Donations for The Church of the Grail Community in Kenya	-	60,770	60,770	42,931
	<u>1,164</u>	<u>60,884</u>	<u>62,048</u>	<u>45,452</u>

5 Income from charitable activities

	Unrestricted £	Total 2022 £	Total 2021 £
Provision of courses, literature and magazines	241	241	242
	<u>241</u>	<u>241</u>	<u>242</u>

6 Expenditure on charitable activities

	Unrestricted	Restricted	Total 2022	Total 2021
	£	£	£	£
<i>Expenditure on charitable activities</i>				
Provision of courses, literature and magazines	191	-	191	333
Donations passed on to The Church of the Grail Community in Kenya	-	60,221	60,221	38,255
<i>Governance costs</i>				
	<u>191</u>	<u>60,221</u>	<u>60,412</u>	<u>38,588</u>

7 Other expenditure

	Unrestricted	Total 2022	Total 2021
	£	£	£
Amortisation, depreciation, impairment, profit/loss on disposal of fixed assets	-	-	5,314
General administrative costs	353	353	292
Legal and professional costs	1,004	1,004	1,064
	<u>1,357</u>	<u>1,357</u>	<u>6,670</u>

8 Net income before transfers

	2022	2021
	£	£
This is stated after charging: Independent Examiner's fee	935	950

9 Staff costs

No employee received emoluments in excess of £60,000 (2021 - no employees).

10 Tangible fixed assets

	Motor vehicles	Total
11 Creditors: amounts falling due within one year		
	2022	2021
	£	£
Accruals	998	1,015
	<u>998</u>	<u>1,015</u>

The Liberal Catholic Church Grail Community  
Notes to the Accounts

- 12 Creditors:  
amounts falling due after more than one  
year

	2022 £	2021 £
Other loans	-	5,000
	<u>-</u>	<u>5,000</u>

- 13 Movement in funds

	At 1 March 2021	Incoming resources (including other gains/losses) £	Resources expended £	At 28 February 2022 £
Restricted funds:				
Restricted income funds:				
The Church of the Grail Community in Kenya	-	60,770	(60,221)	549
The bore hole project	756	114	-	870
<i>Total</i>	<u>756</u>	<u>60,884</u>	<u>(60,221)</u>	<u>1,419</u>
Unrestricted funds:				
General funds	11,154	1,405	(1,548)	11,011
<b>Total funds</b>	<u><u>11,910</u></u>	<u><u>62,289</u></u>	<u><u>(61,769)</u></u>	<u><u>12,430</u></u>

Purposes and restrictions in relation to the funds:

Restricted funds:

The Church of the Grail Community in Kenya To support the 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.

- 14 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total £
Net current assets	11,011	1,419	12,430
	<u>11,011</u>	<u>1,419</u>	<u>12,430</u>

## 15 Reconciliation of net debt

	At 1 March	Cash flows	At 28
	2021		February
	£	£	2022
			£
Cash and cash equivalents	17,925	(4,497)	13,428
	<u>17,925</u>	<u>(4,497)</u>	<u>13,428</u>
Borrowings	(5,000)	5,000	-
	<u>(5,000)</u>	<u>5,000</u>	<u>-</u>
Net debt	<u>12,925</u>	<u>503</u>	<u>13,428</u>

## 16 Related party disclosures

	2022	2021
	£	£
<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)
<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 2022

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income and endowments from:				
Donations and legacies				
Donations and special offerings	1,164	114	1,278	2,521
Donations for The Church of the Grail Community in Kenya	-	60,770	60,770	42,931
	<u>1,164</u>	<u>60,884</u>	<u>62,048</u>	<u>45,452</u>
Charitable activities				
Provision of courses, literature and magazines	241	-	241	242
	<u>241</u>	<u>-</u>	<u>241</u>	<u>242</u>
Total income and endowments	1,405	60,884	62,289	45,694
Expenditure on:				
Charitable activities				
Provision of courses, literature and magazines	191	-	191	333
Donations passed on to The Church of the Grail Community in Kenya	-	60,221	60,221	38,255
	<u>191</u>	<u>60,221</u>	<u>60,412</u>	<u>38,588</u>
Total of expenditure on charitable activities	191	60,221	60,412	38,588
General administrative costs, including depreciation and amortisation				
Depreciation of Motor vehicles	-	-	-	-
Loss on disposal of tangible fixed assets	-	-	-	5,314
Bank charges	96	-	96	61
Equipment expensed	-	-	-	20
Postage and couriers	65	-	65	72
Software, IT support and related costs	144	-	144	104
Subscriptions	48	-	48	35
	<u>353</u>	<u>-</u>	<u>353</u>	<u>5,606</u>
Legal and professional costs				
Audit/Independent examination fees	935	-	935	950
Other legal and professional costs	69	-	69	114
	<u>1,004</u>	<u>-</u>	<u>1,004</u>	<u>1,064</u>

The Liberal Catholic Church Grail Community  
Detailed Statement of Financial Activities

Total of expenditure of other costs	1,357	-	1,357	6,670
Total expenditure	1,548	60,221	61,769	45,258
Net gains on investments	-	-	-	-
Net income	(143)	663	520	436
Net income before other gains/(losses)	(143)	663	520	436
Other Gains	-	-	-	-
Net movement in funds	(143)	663	520	436
Reconciliation of funds:				
Total funds brought forward	11,154	756	11,910	11,474
Total funds carried forward	11,011	1,419	12,430	11,910