

Charity registration number 238148

THE CONGREGATION OF THE PASSION OF JESUS CHRIST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mother M Curran Sister P Story Mother R Cappelletti
Charity number	238148
Principal address	Monastery of Our Lady of Holy Hope Minsteracres Nr Consett Co. Durham DH8 9RT
Independent examiner	Darren Harding ACA FCCA DChA Richard Place Dobson Services Limited 1-7 Station Road Crawley West Sussex RH10 1HT

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

CONTENTS

	Page
Trustees' report	1 - 2
Independent examiner's report	3
Statement of financial activities	4
Balance sheet	5
Notes to the financial statements	6 - 14

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their annual report and financial statements for the year ended 31 December 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005.

Objectives and activities

Objectives and aims

The charity is established for such charitable purposes which advance the religious and other charitable work carried on by or under the direction of the Society. In so deciding what activities to undertake the trustees have paid due regard to the Charity Commission's current guidance on public benefit including guidance on advancement of religion.

The Archbishop of the charity are to provide both sanctuary and spiritual advice to other religious orders and the public for the good of the communities the charity serves, to assist those in need and to promote the word of God and the worship of Our Lord within the scope of what is charitable.

Public benefit

The charity's trustees have referred to the guidance in the Charity Commission's general guidance on Public Benefit when reviewing the charity's aims and objectives and in planning its future activities. In particular, they have considered how planned activities will contribute to the aims and objectives they have set.

Achievements and performance

Charitable activities

The charity puts faith into practice promoting the whole mission of the Church, pastoral, evangelical and social, by prayer, scripture, sacramental life and selfless service. During the year the work of the charity has been directed towards:

- Support of the Roman Catholic Church in its mission concerning the welfare and protection of children and vulnerable adults within the community.
- Making available religious counselling, particularly for those facing their own life crises or helping others with their difficulties

During the year Mother Monica continued in the role of Safeguarding Representative for the Passionists in Minsteracres Retreat Centre.

Financial review

Financial position

The charity had net incoming resources for the year of £69,737 (2020 net incoming resources - £41,662).

Reserves policy

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between twelve and twenty-four months expenditure. The trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Investment policy and objectives

Investment strategy is managed by the charity's investment advisors who take into account its income requirements, the risk profile of the investments and their view on the market prospects in the medium term. This strategy is set within an overall policy, which requires funds to be invested in low and medium risk investments

Structure, governance and management

The charity was established by a charitable trust deed on 4 November 1964 as amended by resolution passed under section 74D of the Charities Act 1993 as amended by the Charities Act 2006.

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees who served during the year and up to the date of signature of the financial statements were:

Mother M Curran

Sister P Story

Mother R Cappelletti

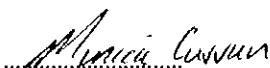
Trustees are selected from fully professed members of the Congregation and they are introduced to the role and the responsibility of being a trustee by attendance at meetings.

Risk / Covid

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Trustees have given consideration to the Charities SORP ('Statement of Recommended Practice') Committee's advice in its publication 'Implications of COVID-19 Control Measures and Charity Financial Reporting' and to the risks arising as a result of the coronavirus pandemic. The Charity is actively monitoring and managing the situation as it develops. We have adapted our operations and consider that the Charity has adequate reserves.

The trustees' report was approved by the Board of Trustees.

.....

Mother M Curran

Trustee

Dated: ......

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE CONGREGATION OF THE PASSION OF JESUS CHRIST

I report to the trustees on my examination of the financial statements of The Congregation of The Passion of Jesus Christ (the charity) for the year ended 31 December 2021.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

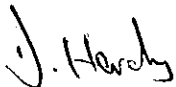
I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.



Darren Harding ACA FCCA DChA
Richard Place Dobson Services Limited
1-7 Station Road
Crawley
West Sussex
RH10 1HT

Dated: 13/10/2022

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds general 2021 £	Unrestricted funds Designated 2021 £	Total 2021 £	Unrestricted funds general 2020 £	Unrestricted funds Designated 2020 £	Total 2020 £
<u>Income and endowments from:</u>							
Donations received	3	25	-	25	454	-	454
Other income	4	25,315	-	25,315	21,613	-	21,613
Total income		25,340	-	25,340	22,067	-	22,067
<u>Expenditure on:</u>							
Raising funds	5	-	26,985	26,985	-	24,466	24,466
Charitable activities	6	48,722	7,189	55,911	46,457	7,189	53,646
Other	9	2,726	-	2,726	3,560	-	3,560
Total expenditure		51,448	34,174	85,622	50,017	31,655	81,672
Net gains/(losses) on investments	10	-	128,021	128,021	-	101,267	101,267
Net (outgoing)/incoming resources before transfers		(26,108)	93,847	67,739	(27,950)	69,612	41,662
Gross transfers between funds		17,500	(17,500)	-	42,000	(42,000)	-
Net movement in funds		(8,608)	76,347	67,739	14,050	27,612	41,662
Fund balances at 1 January 2021		167,742	2,552,033	2,719,775	153,692	2,524,421	2,678,113
Fund balances at 31 December 2021		159,134	2,628,380	2,787,514	167,742	2,552,033	2,719,775

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

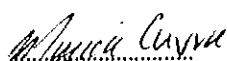
THE CONGREGATION OF THE PASSION OF JESUS CHRIST

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	11		743,196		755,357
Investments	12		1,892,284		1,724,540
			<u>2,635,480</u>		<u>2,479,897</u>
Current assets					
Debtors	14	372		-	
Cash at bank and in hand		155,685		243,403	
		<u>156,057</u>		<u>243,403</u>	
Creditors: amounts falling due within one year	15	(4,023)		(3,525)	
Net current assets			<u>152,034</u>		<u>239,878</u>
Total assets less current liabilities			<u><u>2,787,514</u></u>		<u><u>2,719,775</u></u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	16	2,630,633		2,552,033	
General unrestricted funds		<u>156,881</u>		<u>167,742</u>	
			<u>2,787,514</u>		<u>2,719,775</u>
			<u><u>2,787,514</u></u>		<u><u>2,719,775</u></u>

The financial statements were approved by the Trustees on 07/10/2022



Mother M Curran
Trustee

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

The Congregation of The Passion of Jesus Christ is charitable trust. The principal address is Monastery of our Lady of Hope, Minsteracres, Near Consett, Co. Durham, DH8 9RT.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's trust deed, the Charities Act 2011 and "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)". The charity is a Public Benefit Entity as defined by FRS 102.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective 1 April 2005 which has since been withdrawn.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds are those set aside as determined by the trustees. Further explanation of the nature and purpose of each fund is included in the notes of the financial statements.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Donations are recognised when the charity has received notification of both the amount and settlement date.

Income from charitable activities represents state pensions received for each sister and is recognised when it is received.

Other income represents amounts received from Ofgem in relation to the Renewable Heat Incentive.

1.5 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	1% straight line
Fixtures, fittings & equipment	10% reducing balance
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

Investments are initially recognised at their transaction value and subsequently measured at their market value at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year. The Trust does not acquire or use put options, derivatives or other complex financial instruments.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash represents amounts held on short term deposit accounts and is measured as the actual amount of cash held in the account.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial liabilities

Creditors 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 are normally recognised at their settlement amount after allowing for any discounts due.

1.11 Taxation

The charity is exempt from tax on its charitable activities.

1.12 Foreign exchange

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken to the statement of financial activities.

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

Costs of charitable activities are incurred on the charity's operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

Governance costs include costs incurred in dealing with the legal and administration duties of the charity and are recognised when incurred. These are now included within support costs and allocated to direct charitable activities.

1.13 Realised gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Residual estimated value of land and building is in excess of cost and the property is not being impaired.

3 Donations received

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Donations and gifts	25	454

4 Other income

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Other income	8,313	4,463
Sister's pensions	17,002	17,150
	25,315	21,613

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

5 Raising funds

	Unrestricted funds Designated 2021 £	Unrestricted funds Designated 2020 £
<u>Investment management</u>	26,985	24,466
	<u>26,985</u>	<u>24,466</u>

6 Charitable activities

	Direct charitable expenditure 2021 £	Direct charitable expenditure 2020 £
Depreciation and impairment	13,140	15,765
Rates and water	668	643
Insurance	2,032	1,551
Light and heat	2,203	3,935
Telephone	558	479
Postage and stationery	185	455
Sundries	694	345
Charitable donations	8,000	100
Motor and travelling expenses	521	1,019
Sisters needs	18,574	18,092
Repairs and maintenance	843	1,492
Medical	721	4,946
Computer expenses	4,628	-
	<u>52,767</u>	<u>48,822</u>
Share of support costs (see note 7)	3,144	4,824
	<u>55,911</u>	<u>53,646</u>
Analysis by fund		
Unrestricted funds - general	48,722	46,457
Unrestricted funds - Designated	7,189	7,189
	<u>55,911</u>	<u>53,646</u>

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

7 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Accountancy	3,120	-	3,120	4,800	-	4,800
Bank charges	24	-	24	24	-	24
	<u>3,144</u>	<u>-</u>	<u>3,144</u>	<u>4,824</u>	<u>-</u>	<u>4,824</u>
Analysed between						
Charitable activities	<u>3,144</u>	<u>-</u>	<u>3,144</u>	<u>4,824</u>	<u>-</u>	<u>4,824</u>

Governance costs includes payments to the independent examiners of £2,400 (2020- £2,400) for accounts preparation and independent examination.

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year.

Trustees' expenses

The trustees are also members of the community. Members of the community are maintained by the charity and the cost of premises, meals and other living expenses in respect of each sister are paid by the charity.

9 Other

	Unrestricted funds general 2021	Unrestricted funds general 2020
Net loss on disposal of tangible fixed assets	2,726	3,560
	<u>2,726</u>	<u>3,560</u>

10 Net gains/(losses) on investments

	Unrestricted funds Designated 2021 £	Unrestricted funds Designated 2020 £
Revaluation of investments	102,613	75,905
Gain/(loss) on sale of investments	25,408	25,362
	<u>128,021</u>	<u>101,267</u>

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

11 Tangible fixed assets

	Land and buildings £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost				
At 1 January 2021	730,000	73,189	21,057	824,246
Additions	-	-	15,455	15,455
Disposals	-	-	(21,057)	(21,057)
At 31 December 2021	730,000	73,189	15,455	818,644
Depreciation and impairment				
At 1 January 2021	22,867	39,440	6,582	68,889
Depreciation charged in the year	7,189	3,375	2,576	13,140
Eliminated in respect of disposals	-	-	(6,581)	(6,581)
At 31 December 2021	30,056	42,815	2,577	75,448
Carrying amount				
At 31 December 2021	699,944	30,374	12,878	743,196
At 31 December 2020	707,133	33,749	14,475	755,357

On completion of the building work the property was valued at £730,000. On adoption of FRS 102 the trustees have elected to adopt this valuation as deemed cost.

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

12 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 January 2021	1,724,540
Additions	175,705
Valuation changes	102,613
Disposals	(110,574)
At 31 December 2021	1,892,284
Carrying amount	
At 31 December 2021	1,892,284
At 31 December 2020	1,724,540

Historical Costs

At 29 December 2021: £1,482,362.73

At 31 December 2020: £1,358,499.58

There were no investment assets outside the UK.

The following investments were held that represented over 5% of portfolio holdings:

Dimensional Emerging Mkts Targeted Value D - 5.01% (5.4%)

Dimensional Global Core Equity D Acc - 17.69% (17.56%)

Dimensional Global Short Dates Bd Acc - 52.21% (50.69%)

Dimensional Global Targeted Value D Acc - 21.30% (22.26%)

13 Financial instruments	2021 £	2020 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	1,892,284	1,724,540
14 Debtors	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	372	-

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

15 Creditors: amounts falling due within one year

	2021 £	2020 £
Other creditors	1,625	1,127
Accruals and deferred income	2,398	2,398
	<u>4,023</u>	<u>3,525</u>

16 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 January 2020 £	Resources expended £	Transfers £	Investments gains/losses £	Balance at 31 December 2020 £
Investments Fund	1,810,099	(24,466)	(42,000)	101,267	1,844,900
Land and Buildings Fund	714,322	(7,189)	-	-	707,133
	<u>2,524,421</u>	<u>(31,655)</u>	<u>(42,000)</u>	<u>101,267</u>	<u>2,552,033</u>

	Balance at 1 January 2021 £	Resources expended £	Transfers £	Investments gains/losses £	Balance at 31 December 2021 £
Investments Fund	1,844,900	(24,732)	(17,500)	128,021	1,930,689
Land and Buildings Fund	707,133	(7,189)	-	-	699,944
	<u>2,552,033</u>	<u>(31,921)</u>	<u>(17,500)</u>	<u>128,021</u>	<u>2,630,633</u>

The Investments Fund is set aside to provide income for the ongoing needs of the sisters in their ministries and ongoing care.

The Land and Buildings Fund is set aside to represent the charity's use of the land and buildings in pursuance of its charitable objectives.

THE CONGREGATION OF THE PASSION OF JESUS CHRIST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

17 Analysis of net assets between funds

	Unrestricted funds 2021 £	Designated funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Designated funds 2020 £	Total 2020 £
Fund balances at 31 December 2021 are represented by:						
Tangible assets	43,252	699,944	743,196	48,223	707,134	755,357
Investments	-	1,892,284	1,892,284	-	1,724,540	1,724,540
Current assets/(liabilities)	113,629	38,405	152,034	119,519	120,359	239,878
	<u>156,881</u>	<u>2,630,633</u>	<u>2,787,514</u>	<u>167,742</u>	<u>2,552,033</u>	<u>2,719,775</u>

18 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).