



**Hereford Diocesan Board of Finance**

# **Summarised Annual Group Report & Accounts 2015**

**Company limited by guarantee, registration number 144467**

**Charity registration number 249685**

The Trustees, who are also Directors for the purposes of company law, present the summary strategic group report and accounts for the year ended 31 December 2015. This summary report is not the statutory annual report and financial statements of the Hereford Diocesan Board of Finance and may not contain sufficient information to allow a full understanding of the financial affairs of the Board.

A copy of the full statutory Group Annual Report & Accounts 2015, including the unqualified report of the independent auditors (under auditors' statement section 496), may be obtained from the Diocesan Office in Hereford.

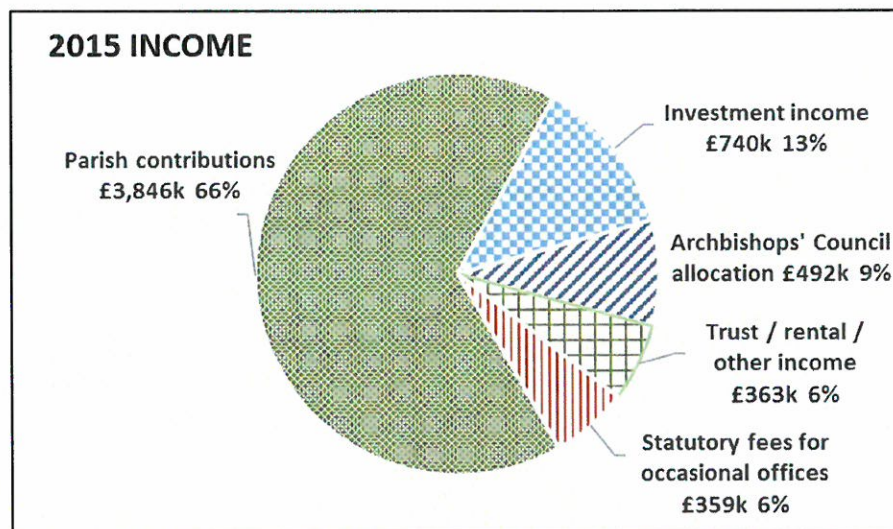
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## Summary group income & expenditure statement

For the year ended 31 December 2015

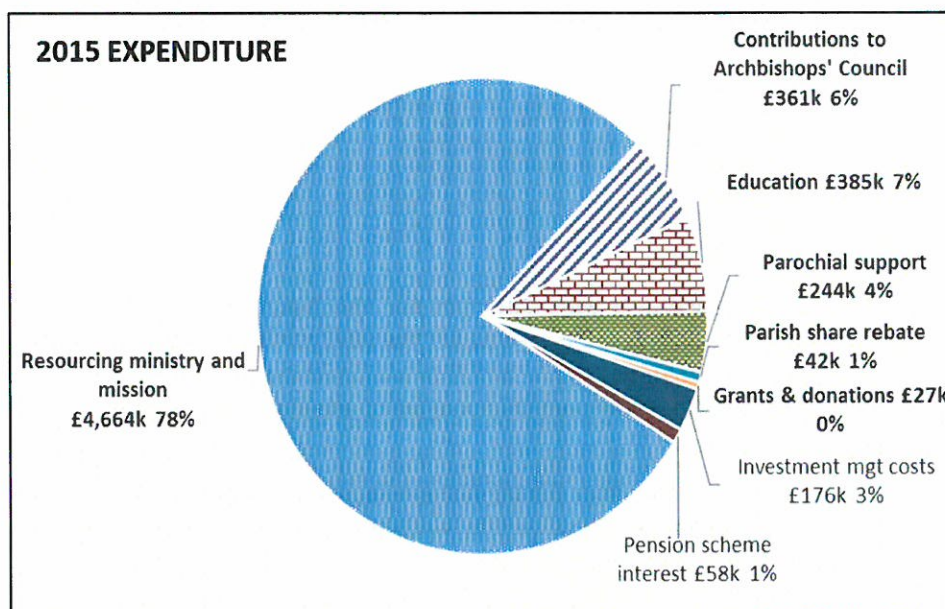
### Notes on group income:

- Parishes contributed 92% (2014: 94%) of parish share requested, after support from the Mission and Ministry Fund under the 'stipend tapering relief' scheme.
- Investment income of £740k was 5% higher than in 2014, due largely to higher dividend yields.
- Trust, rental and other income of £363k was £71k below 2014 levels due to lower net recoveries on disposal of redundant churches.
- Statutory fee income of £359k was 2% higher than in 2014.



### Notes on expenditure:

- Resourcing ministry and mission included £3,443k spent on parish ministry (13% below budget due mainly to clergy vacancies and to a change in the treatment of pensions), £1,101k on direct support for ministry, and £120k on housing improvements.
- Contributions to Archbishops' Council of £361k were on budget and £8k below 2014 levels.
- Parochial support of £244k was £35k below 2014 due to a lower spend related to the disposal of redundant churches.
- Education support to CofE schools of £385k was £148k above budget due largely to a grant of £120k to support the work of The Bishop Anthony Educational Trust.
- Parish share rebate of £42k was £12k below budget reflecting the poorer collection rate during the year.



Hereford Diocesan Board of Finance

## **Independent auditors' statement**

To the trustees of the Hereford Diocesan Board of Finance

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We have examined the summary financial statements of Hereford Diocesan Board of Finance for the year ended 31 December 2015.

### *Respective responsibilities of trustees and auditors*

The trustees are responsible for preparing the summarised financial statements in accordance with applicable United Kingdom law and the recommendations of the charities SORP. Our responsibility is to report to you our opinion on the consistency of the summarised financial statements with the full annual financial statements and the Trustees' Annual Report.

We also read the other information contained in the summarised Annual Report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the summarised financial statements. The other information comprises only of the Income and Expenditure summary based on the Management Accounts.

We conducted our work in accordance with Bulletin 2008/3 issued by the Auditing Practices Board. Our report on the full annual financial statements describes the basis of our opinion on those financial statements and on the Trustees' Annual Report.

### *Opinion on financial statements*

In our opinion the summarised financial statements are consistent with the full annual financial statements and the Trustee' Annual Report of the Hereford Diocesan Board of Finance for the year ended 31 December 2015.

We have not considered the effects of any events between 21 June 2016 when we signed our report on the full annual financial statements and the date of this statement.



THORNE WIDGERY ACCOUNTANCY LTD, Statutory Auditor  
Unit 2, Wyevale Business Park  
Wyevale Way  
Stretton Sugwas  
Hereford  
HR4 7BS

21 June 2016



Hereford Diocesan Board of Finance

# Group statement of financial activities

For the year ended 31 December 2015

	Unrestricted funds		Restricted funds	Endowment funds	Total 2015	Total 2014
	General	Designated			£'000	£'000
	£'000	£'000	£'000	£'000		
<b>Income and endowments from:</b>						
Donations						
Parish share contributions	3,846	-	-	-	3,846	3,911
Archbishops' Council	452	-	40	-	492	505
Other donations	136	-	8	-	144	130
Charitable activities	359	-	-	-	359	352
Other trading income	173	-	41	-	214	201
Investment income	575	-	165	-	740	705
Other income	-	-	5	-	5	103
<b>Total income and endowments</b>	<b>5,541</b>	<b>-</b>	<b>259</b>	<b>-</b>	<b>5,800</b>	<b>5,907</b>
<b>Expenditure on:</b>						
Raising funds	115	-	68	93	276	270
Charitable activities						
Contributions to Archbishops' Council	361	-	-	-	361	369
Resourcing ministry and mission	4,544	-	120	-	4,664	4,823
Education	339	-	46	-	385	280
Parochial support	126	-	118	-	244	279
Other grants and donations	7	-	20	-	27	75
<b>Total resources expended</b>	<b>5,492</b>	<b>-</b>	<b>372</b>	<b>93</b>	<b>5,957</b>	<b>6,096</b>
<b>Net income/(expenditure) before investment gains</b>	<b>49</b>	<b>-</b>	<b>(113)</b>	<b>(93)</b>	<b>(157)</b>	<b>(189)</b>
Net gains/(losses) on investments	(104)	-	(168)	(455)	(727)	2,213
<b>Net income/(expenditure)</b>	<b>(55)</b>	<b>-</b>	<b>(281)</b>	<b>(548)</b>	<b>(884)</b>	<b>2,024</b>
<b>Transfers between funds</b>	<b>(207)</b>	<b>(42)</b>	<b>(11)</b>	<b>260</b>	<b>-</b>	<b>-</b>
<b>Other recognised gains (losses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Gains/(losses) on revaluation	-	-	-	-	-	5,036
Actuarial gains/(losses) on defined	-	-	-	(20)	(20)	251
<b>Net movement in funds</b>	<b>(262)</b>	<b>(42)</b>	<b>(292)</b>	<b>(308)</b>	<b>(904)</b>	<b>7,311</b>
Funds brought forward at 1 January	4,019	42	50,447	12,393	66,901	59,590
<b>Funds carried forward at 31 December</b>	<b>3,757</b>	<b>-</b>	<b>50,155</b>	<b>12,085</b>	<b>65,997</b>	<b>66,901</b>

Note: The deficit for the year arises from the charity's continuing operations.

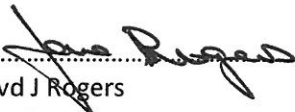
The group financial statements incorporate the financial statements of the Charity (The Hereford Diocesan Board of Finance) and its subsidiary undertaking, the HDBF Uniform Statutory Trust.

**Balance sheet: group**

As at 31 December 2015

	Unrestricted funds £'000	Restricted funds £'000	Endowment funds £'000	<b>Total 2015 £'000</b>	Total 2014 £'000
<b>Fixed assets</b>					
Tangible assets	24	45,400	1,245	46,669	46,272
Investments	2,656	4,420	13,307	20,383	20,601
	2,680	49,820	14,552	<b>67,052</b>	66,873
<b>Current assets</b>					
Stocks	6	-	-	6	4
Debtors: amounts falling due within one year	207	72	-	279	815
Debtors: amounts falling due after one year	-	44	-	44	93
Cash at bank & in hand	1,134	468	5	1,607	2,641
	1,347	584	5	<b>1,936</b>	3,553
<b>Creditors: amounts falling due within one year</b>	(270)	(249)	(302)	(821)	(1,142)
<b>Net current assets</b>	1,077	335	(297)	<b>1,115</b>	2,411
<b>Total assets less current liabilities</b>	3,757	50,155	14,255	<b>68,167</b>	69,284
<b>Creditors: amounts falling after more than one year</b>					
Pension scheme liabilities	-	-	(2,170)	(2,170)	(2,383)
<b>Net Assets</b>	3,757	50,155	12,085	<b>65,997</b>	66,901
<b>Unrestricted funds</b>					
General reserve	3,757	-	-	3,757	2,039
Equalisation reserve	-	-	-	-	432
Investment revaluation reserve	-	-	-	-	1,548
<b>Designated funds</b>					
Mission & Ministry reserve	-	-	-	-	42
<b>Restricted funds</b>					
Pastoral reserve	-	48,153	-	48,153	47,835
Investment revaluation reserve	-	-	-	-	556
Mission and Ministry reserve	-	45	-	45	-
Uniform Statutory Trust	-	1,957	-	1,957	2,056
<b>Endowment funds</b>					
Diocesan stipends reserve	-	-	12,085	12,085	6,975
Investment revaluation reserve	-	-	-	-	5,418
<b>Reserves</b>	3,757	50,155	12,085	<b>65,997</b>	66,901

These accounts were approved by the directors of the Hereford Diocesan Board of Finance and authorised for issue on 21 June 2016 and signed on their behalf by:

  
 .....  
 Revd J Rogers  
 Director

**Balance sheet: charity**

As at 31 December 2015

	Unrestricted funds £'000	Restricted funds £'000	Endowment funds £'000	<b>Total 2015 £'000</b>	Total 2014 £'000
<b>Fixed assets</b>					
Tangible assets	24	45,400	1,245	46,669	46,272
Investments	2,656	2,615	13,307	18,578	18,874
	2,680	48,015	14,552	<b>65,247</b>	65,146
<b>Current assets</b>					
Stocks	6	-	-	6	4
Debtors: amounts falling due within one year	244	15	-	259	752
Debtors: amounts falling due after one year	-	37	-	37	43
Cash at bank & in hand	1,097	329	5	1,431	2,336
	1,347	381	5	<b>1,733</b>	3,135
<b>Creditors: amounts falling due within one year</b>	(270)	(198)	(302)	(770)	(1,053)
<b>Net current assets</b>	1,077	183	(297)	<b>963</b>	2,082
<b>Total assets less current liabilities</b>	3,757	48,198	14,255	<b>66,210</b>	67,228
<b>Creditors: amounts falling after more than one year</b>					
Pension scheme liabilities	-	-	(2,170)	(2,170)	(2,383)
<b>Net Assets</b>	3,757	48,198	12,085	<b>64,040</b>	64,845
<b>Unrestricted funds</b>					
General reserve	3,757	-	-	3,757	2,039
Equalisation reserve	-	-	-	-	432
Investment revaluation reserve	-	-	-	-	1,548
<b>Designated funds</b>					
Mission & Ministry reserve	-	-	-	-	42
<b>Restricted funds</b>					
Pastoral reserve	-	48,153	-	48,153	47,835
Investment revaluation reserve	-	-	-	-	556
Mission and Ministry reserve	-	45	-	45	-
<b>Endowment funds</b>					
Diocesan stipends reserve	-	-	12,085	12,085	6,975
Investment revaluation reserve	-	-	-	-	5,418
<b>Reserves</b>	3,757	48,198	12,085	<b>64,040</b>	64,845

These accounts were approved by the directors of the Hereford Diocesan Board of Finance and authorised for issue on 21 June 2016 and signed on their behalf by:

  
 Revd J. Rogers  
 Director

# Income & expenditure summary – unrestricted funds (per management accounts)

For the year ended 31 December 2015

	2015 BUDGET £	2015 ACTUAL £	VARIANCE %	2014 ACTUAL £
<b>Incoming resources</b>				
<b>Incoming resources from generated funds:</b>				
Donations:				
Parish contributions	4,193,800	3,862,131	(7.9)%	3,933,893
Archbishops' Council	452,426	452,426	-	465,155
Other donations	155,800	171,788	10.3 %	158,976
Charitable activities	336,370	359,156	6.8 %	351,943
Other trading income	166,600	173,120	3.9 %	200,433
Investment income - glebe	489,000	487,381	(0.3)%	466,003
- dividends and interest	122,000	111,620	(8.5)%	107,814
Other income	-	-	-	-
<b>Total incoming resources</b>	<b>5,915,996</b>	<b>5,617,622</b>	<b>(5.0)%</b>	<b>5,684,217</b>
<b>Resources expended</b>				
<b>Cost of raising funds</b>	103,000	90,310	12.3 %	96,015
<b>Charitable activities:</b>				
Contributions to Archbishops' Council	357,907	357,907	-	364,674
Resourcing ministry and mission	4,759,514	4,456,721	6.4 %	4,382,161
Education	160,100	308,303	(92.6)%	182,010
Parochial support	108,185	108,270	(0.1)%	113,629
Grants and donations	7,650	7,727	(1.0)%	16,790
<b>Other resources expended</b>	445,020	456,594	(2.6)%	439,348
<b>Total resources expended</b>	<b>5,941,376</b>	<b>5,785,832</b>	<b>2.6 %</b>	<b>5,594,627</b>
<b>Net (outgoing) / incoming before support</b>	<b>(25,380)</b>	<b>(168,210)</b>	<b>(562.8)%</b>	<b>89,590</b>
Share rebate paid to deaneries out of surplus	-	-		(44,000)
Non statutory management adjustments		10,000		-
Net gains/(losses) - not budgetted		(104,095)		(2,310)
<b>Net movement in funds</b>	<b>(25,380)</b>	<b>(262,305)</b>		<b>43,280</b>

