

CITY PAROCHIAL FOUNDATION

Year ended 31 December 2002

Consolidated Statement of Financial Activities

	Note	Unrestricted Funds 2002 £	Restricted Funds 2002 £	Endowment Funds 2002 £	Total 2002 £	Total 2001 £
Income and expenditure						
Incoming resources						
Activities in furtherance of the charity's objects:						
Grants receivable		-	142,842	-	142,842	65,336
Resource Centre income		-	860,812	-	860,812	815,596
Playing fields income		-	26,120	-	26,120	50,226
Activities for generating funds:						
Income from investment properties		5,299,699	-	-	5,299,699	5,505,163
Income from investment property unit trusts		154,934	-	-	154,934	-
Dividends and interest receivable	2	2,877,696	6,796	-	2,884,492	3,661,813
Income to cover rechargeable expenses		518,641	130,532	-	649,173	703,245
Less: Rechargeable expenses		(518,641)	(130,532)	-	(649,173)	(703,245)
Net income of trading subsidiary	3	-	125	-	125	829
Total incoming resources		8,332,329	1,036,695	-	9,369,024	10,098,963
Resources expended						
Cost of generating income:	4	(931,254)	(14,375)	-	(945,629)	(721,293)
Charitable expenditure:						
Cost of activities in furtherance of the charity's objects						
Grants payable	5	(7,235,324)	-	-	(7,235,324)	(7,491,442)
Resource Centre operations		-	(494,724)	-	(494,724)	(623,445)
Playing Fields operations		-	(221,415)	-	(221,415)	(131,483)
Support costs	6	(573,481)	-	-	(573,481)	(611,633)
Management and administration:	7	(192,047)	(51,816)	-	(243,863)	(274,459)
		(8,000,852)	(767,955)	-	(8,768,807)	(9,132,462)
Total resources expended	8	(8,932,106)	(782,330)	-	(9,714,436)	(9,853,755)
Net incoming/(outgoing) resources before transfers		(599,777)	254,365	-	(345,412)	245,208
Transfers between funds	15	392,488	(169,045)	(223,443)	-	-
Net incoming/(outgoing) resources before revaluations and investment disposals		(207,289)	85,320	(223,443)	(345,412)	245,208
Net losses on fixed assets for own use		-	-	(237,023)	(237,023)	291,298
Net losses on listed investments and cash instruments		(12,922)	-	(16,608,171)	(16,621,093)	(8,492,518)
Net gains on investment property unit trusts		-	-	50,180	50,180	-
Net losses on investment properties		-	-	(6,760,465)	(6,760,465)	12,500,015
Net movement in funds		(220,211)	85,320	(23,778,922)	(23,913,813)	4,544,003
Fund balances brought forward at 1 January 2002		352,267	560,913	181,302,072	182,215,252	177,671,249
Fund balances carried forward at 31 December 2002		132,056	646,233	157,523,150	158,301,439	182,215,252

All income derives from continuing operations. There have been no recognised gains or losses other than the net movement in funds in the year. A summary income and expenditure account has not been provided on the grounds that the movement in endowment funds of £23,778,922 (2001: £4,124,387) is clearly identifiable in the statement above.

The notes on pages 18 to 26 form part of these accounts.

CITY PAROCHIAL FOUNDATION

As at 31 December 2002

Consolidated Balance Sheet

	Note	2002	2001
		£	£
Fixed assets			
Tangible fixed assets	9	3,520,182	3,879,908
Investments	10	133,127,732	140,753,041
		<u>136,647,914</u>	<u>144,632,949</u>
Current assets			
Debtors	11	2,296,383	2,588,392
Cash and short term deposits		22,559,963	40,368,722
Cash at bank and in hand		6,467,428	4,026,879
		<u>31,323,774</u>	<u>46,983,993</u>
Creditors: Amounts falling due within one year			
Grants payable		(6,706,143)	(5,973,209)
Other creditors	12	(2,186,236)	(1,478,878)
		<u>(8,892,379)</u>	<u>(7,452,087)</u>
Net current assets		22,431,395	39,531,906
Creditors: Amounts falling due after more than one year			
	13	(777,870)	(1,949,603)
Net assets	18	<u><u>158,301,439</u></u>	<u><u>182,215,252</u></u>
Capital funds			
Endowment funds		157,523,150	181,302,072
Income funds			
Restricted funds	16	646,233	560,913
Unrestricted funds	17	132,056	352,267
		<u>158,301,439</u>	<u>182,215,252</u>

The accounts were approved by the Central Governing Body on 9 May and signed on their behalf by:

Professor Gerald Manners
Chairman of the Central Governing Body
9 May 2003

A charity balance sheet has not been prepared on the grounds that it is not materially different from the consolidated balance sheet.

The notes on pages 18 to 26 form part of these accounts.

CITY PAROCHIAL FOUNDATION

Year ended 31 December 2002

Consolidated Cash Flow Statement

	Note	2002	2001
		£	£
Net cash inflow from operating activities	A	344,415	586,356
Capital expenditure and financial investment			
Purchase of listed investments		(42,009,211)	(25,674,354)
Sales of listed investments		24,887,003	18,168,718
Purchase of investment properties		(5,541,144)	(10,932,612)
Sales of investment properties		9,022,755	44,863,626
Purchase of investment property unit trusts		(1,997,550)	-
Disposal of fixed assets		13,429	7,379
Purchase of fixed assets		(19,985)	(72,243)
Net cash inflow/(outflow) from capital expenditure and financial investment		(15,644,703)	26,360,514
Increase/(decrease) in cash and cash equivalents	B	<u>(15,300,288)</u>	<u>26,946,870</u>

NOTES TO THE CASH FLOW STATEMENT

A. Reconciliation of operating result to net cash inflow from operating activities

	£	£
Net incoming/(outgoing) resources before revaluations and transfers	(345,412)	245,208
Depreciation charges	129,259	176,245
Loss on disposal of tangible fixed assets	-	-
Decrease in stock held in trading subsidiary	-	-
Decrease in debtors	292,009	(297,486)
(Decrease)/increase in creditors: Amounts falling due within one year	1,440,292	(174,167)
Decrease in creditors: Amounts falling due after more than one year	(1,171,733)	636,556
Net cash inflow from operating activities	<u>344,415</u>	<u>586,356</u>

B. Analysis of changes in net funds

	At 1 January 2002	Realised loss on disposal	Cash flow	At 31 December 2002
	£	£	£	£
Cash at bank and in hand	4,026,879	-	2,440,549	6,467,428
Cash and short term deposits	40,368,722	(67,922)	(17,740,837)	22,559,963
Bank overdraft	-	-	-	-
	<u>44,395,601</u>	<u>(67,922)</u>	<u>(15,300,288)</u>	<u>29,027,391</u>

The high level of cash and short term deposits arises from the holding of property disposal proceeds awaiting permanent investment.

CITY PAROCHIAL FOUNDATION

Year ended 31 December 2002

Notes to the Financial Statements

1 Accounting policies**(i) Preparation of financial statements**

The financial statements are prepared under the historical cost convention, with the exception of property and other investments which are included on a market value basis. The accounts have been prepared in accordance with the Statement of Recommended Practice - Accounting and Reporting by Charities (SORP 2000) and applicable accounting standards.

(ii) Basis of preparation

In preparing the financial statements for the year ended 31 December 2002 the Trustees have taken into account all information that could reasonably be expected to be available.

(iii) Basis of consolidation

The Resource Centre (London) Limited and The Bellingham Recreation Project Limited have been treated as branches as defined in the SORP. Therefore all their transactions are accounted for gross in these accounts. The funds of the branches have been treated as restricted funds of the charity. The Bellingham Recreation Project Management Company Limited is treated as a subsidiary as defined in the SORP. Therefore the net surplus is shown as one line in the Statement of Financial Activities and a summary income and expenditure account is shown in note 3. A separate statement of financial activities for the charity itself is not presented because the charity has taken advantage of the exemptions afforded by paragraph 304 of SORP.

(iv) Incoming Resources and Resources Expended

All income and expenditure is shown in the Statement of Financial Activities.

Grants receivable are credited to the Statement of Financial Activities when they are received.

Resource Centre rent and similar income represents income from the operation of the Resource Centre at 356 Holloway Road, London, N1 accounted for on a receivable basis.

Investment income and income tax recoverable are accrued.

In some cases the charity pays property expenses on behalf of its tenants and recovers these expenses in full. In such circumstances the Trustees have thought it appropriate to show these expenses as a deduction from income on the face of the Statement of Financial Activities.

Cost of generating income comprises those operational costs directly attributable to managing the investment and property portfolio and raising investment and rental income, those expended on marketing and an appropriate proportion of general overheads which are identifiable wholly or mainly in support of generating income.

Grants made for charitable purposes from the Central Fund at the discretion of the Trustees, as specified under the terms of the Schemes, are charged to Grants Payable when they are approved by the Trustees. When grants are withdrawn or unclaimed they are shown as a deduction from Grants Payable. Grants approved by the Trustees but not paid at the year end are carried forward as a liability.

Resource Centre costs relate directly to the operation of the Resource Centre.

Playing fields costs relate directly to the operation of The Bellingham Recreation Project.

Support costs comprise consultants, staff costs and an appropriate proportion of general overheads which are identifiable wholly or mainly in support of charitable expenditure.

Management and administration costs are those incurred in connection with the administration of the Foundation and compliance with constitutional and statutory requirements.

In some cases expenses are payable jointly by the Foundation and its connected charity, the Trust for London. The basis of the apportionment between the charities is in relation to gross income and staff time spent on each charity's business.

(v) Investments

Freehold and leasehold investment property is included in the Balance Sheet at open market value. The valuation was prepared as at 31 December 2002 by Insignia Richard Ellis, Chartered Surveyors. The valuation was made in accordance with R.I.C.S. guidelines. The previous valuation had been carried out at 31 December 2001. Listed investments and property unit trusts are shown at the middle market price ruling at the Balance Sheet date.

Realised and unrealised gains and losses are reflected in the Statement of Financial Activities and allocated to the respective funds. Realised gains on investment property sales represent the difference between the net sale proceeds and the market value of the properties at the start of the year.

CITY PAROCHIAL FOUNDATION

Year ended 31 December 2002

Notes to the Financial Statements (continued)**(vi) Tangible fixed assets**

Fixed assets are shown at cost (or valuation) less depreciation.

Freehold land and buildings have been valued as at 31 December 2002 by Insignia Richard Ellis, Chartered Surveyors, in accordance with R.I.C.S guidelines. The previous valuation had been carried out at 31 December 2001.

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value in equal instalments over its expected useful life as follows:

Investment freehold land and buildings - nil
Operational freehold land and buildings - 50 years
Assets in the course of construction - nil
Computer equipment - 25%
Furniture and fittings - 20%

(vii) Cash and short term deposits

Cash and short term deposits are bank and money market deposits which do not have instant access but have a requirement for no more than three months notice before withdrawal.

(viii) Pensions

The Trustees wound up the City Parochial Foundation Superannuation Scheme in 1997. It was replaced by a group personal pension scheme for staff and the purchase of annuities for pensioners. The shortfall in the assets held in the old scheme over the cost of the new arrangements has been written off over a period of 5 years ending on 30 June 2002.

(ix) Fund Accounting

General funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the Foundation.

The Endowment Fund is a permanent endowment and there is no power to convert the capital into income. The adoption of a total return approach to investment does not represent the conversion of capital into income.

Restricted funds represent funds held for the purpose of the charity's branches, the Resource Centre and The Bellingham Recreation Project Limited, which are separate charities.

(x) Taxation

Under Section 505, the Taxes Act 1998 the charity is not subject to taxation on its charitable activities.

CITY PAROCHIAL FOUNDATION

Year ended 31 December 2002

Notes to the Financial Statements (continued)

2 Dividends and interest receivable

	Unrestricted Funds 2002 £	Restricted Funds 2002 £	Total 2002 £	Total 2001 £
Income from listed investments	1,636,245	-	1,636,245	1,591,641
Income from cash held as part of investment portfolio	241,260	-	241,260	113,309
Bank and other interest receivable	1,000,191	6,796	1,006,987	1,956,863
	<u>2,877,696</u>	<u>6,796</u>	<u>2,884,492</u>	<u>3,661,813</u>

3 Net income of trading subsidiary

The charity, through its charitable subsidiary The Bellingham Recreation Project Limited, wholly owns the shares of The Bellingham Recreation Project Management Company Limited (formerly The Bellingham Recreation Project Social Club Limited), a company incorporated in the UK. The company is dormant. Winding up activities gave rise to a small profit in the year. Audited accounts are filed with the registrar of companies.

	Restricted funds 2002 £	Restricted funds 2001 £
Turnover	-	-
Cost of sales	-	91
Gross Profit	<u>-</u>	<u>91</u>
Other operating income	-	978
Administrative expenses	125	(240)
Profit for the year	<u>125</u>	<u>829</u>

4 Cost of generating income

	Unrestricted Funds 2002 £	Restricted Funds 2002 £	Total 2002 £	Total 2001 £
Investment management fees	250,029	-	250,029	158,940
Property management fees	487,348	-	487,348	338,057
Marketing costs	-	14,375	14,375	22,010
Staff costs	140,571	-	140,571	153,258
Other costs of generating income	53,306	-	53,306	49,028
	<u>931,254</u>	<u>14,375</u>	<u>945,629</u>	<u>721,293</u>
less charged against endowment funds:				
Investment management fees	(125,014)	-	(125,014)	(116,423)
Property management fees	(98,429)	-	(98,429)	(107,874)
	<u>(223,443)</u>	<u>-</u>	<u>(223,443)</u>	<u>(224,297)</u>
Net cost to unrestricted funds	<u>707,811</u>	<u>14,375</u>	<u>722,186</u>	<u>496,996</u>

CITY PAROCHIAL FOUNDATION

Year ended 31 December 2002

Notes to the Financial Statements (continued)

5 Grants payable

	Unrestricted funds 2002 £	<i>Unrestricted funds 2001 £</i>
Central Fund grants authorised	4,508,828	4,508,551
Central Fund grants written back	(263,125)	(262,450)
Net Central Fund grants	<u>4,245,703</u>	<u>4,246,101</u>
Church Commissioners and Dioceses	1,993,081	2,163,561
City Churches Grants Committee	965,400	1,050,640
Schedule VII payments to City Churches	31,140	31,140
	<u><u>7,235,324</u></u>	<u><u>7,491,442</u></u>

Further details and analysis of grants made is available in the Trustees' report and the Grants Review 2002. The Grants Review is available from the Clerk on request.

6 Support costs

	Unrestricted Funds £	Restricted Funds £	Total 2002 £	<i>Total 2001 £</i>
Staff costs	400,998	-	400,998	433,479
Consultants	6,194	-	6,194	27,425
Other support costs	166,289	-	166,289	150,729
	<u>573,481</u>	<u>-</u>	<u>573,481</u>	<u>611,633</u>

7 Management and administration

	Unrestricted Funds £	Restricted Funds £	Total 2002 £	<i>Total 2001 £</i>
Salaries and office costs	116,145	8,930	125,075	135,033
Legal and professional fees	50,782	-	50,782	71,012
Auditors' remuneration - audit fees	25,120	9,716	34,836	34,356
Other	-	33,169	33,169	34,058
	<u>192,047</u>	<u>51,815</u>	<u>243,862</u>	<u>274,459</u>

8 Total Resources Expended

	Staff costs £	Depreciation £	Other costs £	Total 2002 £	<i>Total 2001 £</i>
Cost of generating income	154,818	5,866	784,945	945,629	721,293
Grants payable	-	-	7,235,324	7,235,324	7,491,442
Resource Centre operations	124,231	97,435	273,059	494,725	623,445
Playing field operations	52,156	269	168,990	221,415	131,483
Grant-making operations	400,998	16,734	155,749	573,481	611,633
Management and administration	84,457	5,234	154,171	243,862	274,459
	<u>816,660</u>	<u>125,538</u>	<u>8,772,238</u>	<u>9,714,436</u>	<u>9,853,755</u>

CITY PAROCHIAL FOUNDATION

Year ended 31 December 2002

Notes to the Financial Statement (continued)

8 Total Resources Expended (continued)

Staff costs	Total 2002 £	Total 2001 £
Wages and salaries	631,807	612,681
Social security costs	61,722	59,345
Pension costs	243,268	305,240
	<u>936,797</u>	<u>977,266</u>
Less: Costs borne by Trust for London	(76,473)	(75,126)
Total costs charged	<u>860,324</u>	<u>902,140</u>

No Trustee received remuneration during the year (2001: nil). Out of pocket expenses were reimbursed to Trustees as follows:

	2002 No.	2001 No.	2002 £	2001 £
Lip reader services	1	1	450	238
Travel	4	6	557	307
Other	-	4	-	137
	<u>5</u>	<u>11</u>	<u>1,007</u>	<u>682</u>

The average number of employees analysed by function was:

	2002 No.	2001 No.
Grant-making	12	12
Resource Centre	6	6
Playing fields	1	1
Administration	2	2
	<u>21</u>	<u>21</u>

On average the equivalent of one and a half staff members' time is allocated to the Trust for London (2001: 1.5).

Number of employees who earned between:

	No.	No.
£60,000 and £70,000:	<u>1</u>	<u>1</u>

9 Fixed assets

	Asset under construction £	Computer equipment £	Furniture, fittings and equipment £	Freehold land and buildings £	Total £
Cost or valuation					
Brought forward at 1 January 2002	13,429	186,268	1,298,640	3,624,541	5,122,878
Additions in the year	-	16,062	3,923	-	19,985
Disposals/transfers in the year	(13,429)	-	-	-	(13,429)
Revaluation of properties	-	-	-	(237,023)	(237,023)
Carried forward at 31 December 2002	<u>-</u>	<u>202,330</u>	<u>1,302,563</u>	<u>3,387,518</u>	<u>4,892,411</u>
Depreciation					
Brought forward at 1 January 2002	-	167,603	1,075,367	-	1,242,970
Charge for year	-	20,082	109,177	-	129,259
Disposals/transfers in the year	-	-	-	-	-
Carried forward at 31 December 2002	<u>-</u>	<u>187,685</u>	<u>1,184,544</u>	<u>-</u>	<u>1,372,229</u>
Net book value at 31 December 2002	<u>-</u>	<u>14,645</u>	<u>118,019</u>	<u>3,387,518</u>	<u>3,520,182</u>
Net book value at 31 December 2001	<u>13,429</u>	<u>18,665</u>	<u>223,273</u>	<u>3,624,541</u>	<u>3,879,908</u>

Assets in the course of construction are not depreciated and are transferred to Investment Properties upon completion. Freehold land and buildings represent a proportion of the value of 6 Middle Street, EC1 which the Foundation occupies as offices and a proportion of 350-356 Holloway Road which is occupied by the Resource Centre.

CITY PAROCHIAL FOUNDATION

Year ended 31 December 2002

Notes to the Financial Statement (continued)

10 Fixed asset investments

	2002 £	2001 £
Investment properties		
Market value at 1 January 2002	86,471,259	107,902,258
Additions to investment properties	5,541,144	10,932,612
Transfer from fixed assets	-	-
Disposals of investment properties	(9,022,755)	(44,863,626)
Unrealised losses on revaluation of investment properties	(8,268,221)	7,234,390
Realised gains on of investment properties	1,507,756	5,265,625
Market value at 31 December 2002	<u>76,229,183</u>	<u>86,471,259</u>
Investment property unit trusts		
Market value at 1 January 2002	-	-
Additions to investment property unit trusts	1,997,550	-
Disposals of investment property unit trusts	-	-
Unrealised gains on revaluation of investment property unit trusts	50,180	-
Realised gains on of investment property unit trusts	-	-
Market value at 31 December 2002	<u>2,047,730</u>	<u>-</u>
Listed investments (endowment funds)		
Market value at 1 January 2002	54,281,782	55,058,775
Additions to listed investments	42,009,211	25,674,354
Disposals of listed investments	(24,887,003)	(18,168,718)
Realised and unrealised gains on listed investments	(16,553,171)	(8,282,629)
Market value at 31 December 2002	<u>54,850,819</u>	<u>54,281,782</u>
Sterling fixed interest	6,714,942	6,770,244
UK Equities and convertibles	32,149,823	33,881,461
Overseas investments	15,986,054	13,630,077
	<u>54,850,819</u>	<u>54,281,782</u>
Total market value at 31 December 2002	<u>133,127,732</u>	<u>140,753,041</u>
*Total historical cost at 31 December 2002	<u>82,867,153</u>	<u>92,165,096</u>

*Historical cost excludes investment properties as many of them were acquired up to and over 100 years ago.
All investment properties are situated in the UK.

11 Debtors

	2002 £	2001 £
Resource Centre operational debtors	199,796	191,629
Rent and insurance due from tenants	389,063	499,934
Amount due from connected charity (Trust for London)	1,115,205	287,511
Loans outstanding (note 11a)	51,823	51,823
Grant payments in advance	-	-
Other debtors	228,669	232,722
Prepayments and accrued income	311,827	1,324,773
	<u>2,296,383</u>	<u>2,588,392</u>

CITY PAROCHIAL FOUNDATION

Year ended 31 December 2002

Notes to the Financial Statements (continued)

11a Loans outstanding

	2002 £	2001 £
Birkbeck Sports Association	51,823	51,823
	<u>51,823</u>	<u>51,823</u>

All loans are made in furtherance of the charity's object.

12 Other creditors

	2002 £	2001 £
Bank overdraft	-	-
Resource Centre operational creditors	28,595	44,522
Rents received in advance	1,337,268	708,674
Other creditors	329,570	301,030
Accruals and deferred income	490,803	424,652
	<u>2,186,236</u>	<u>1,478,878</u>

13 Creditors: Amounts falling due after more than one year

	2002 £	2001 £
Grants payable	<u>777,870</u>	<u>1,949,603</u>

14 Pension Scheme

Until 30 June 1997 the City Parochial Foundation operated a superannuation scheme which had two funds: the Superannuation and Emergency Fund and the Widows' (and Widowers') Fund.

On 30 June 1997 the Trustees stopped making contributions to the City Parochial Foundation Superannuation Scheme and since that time have provided a group personal pension scheme for the employees. Liabilities due to existing pensioners and staff nearing retirement were met by the purchase of annuities.

A sum of £1,418,600 was paid to Legal and General Assurance Society Limited to cover the cost of annuities and a sum of £493,172 was transferred to group personal pension schemes managed by Standard Life to cover past service benefits. The balance on the superannuation scheme funds of £675,059 was transferred to cover these costs. The remaining costs of £1,236,713 are being written off over 5 years starting mid way through 1997. The 2002, and final, charge is £124,049.

A promise was also made to staff employed at 30 June 1997 but due to retire before the end of 2005 that their retirement pension would be underpinned in the event of a shortfall between their pension under the group personal pension scheme and that which they would have been entitled to under the old scheme. A payment of £15,125 has been made in this respect and a further £40,409 provided to meet anticipated future liabilities.

In addition to the above the Foundation makes contributions to individuals' personal pensions within the group scheme. The percentage of contributions may vary between 3% and 17% depending on the age of the employee. In 2002 the Foundation made contributions of £44,596 (2001 : £44,862) to the scheme. In addition staff at the Resource Centre are entitled to contributions at a rate of 10% of gross salaries to a personal pension scheme. Total contributions at the Resource Centre made in 2002 were £15,608 (2001 : £11,249).

Both schemes comply with stakeholder requirements.

CITY PAROCHIAL FOUNDATION

Year ended 31 December 2002

Notes to the Financial Statements (continued)

15 Transfers between funds

The grant, rent and interest transactions between the Foundation and its subsidiaries are shown as transfers between funds rather than incoming resources in the Statement of Financial Activities (see note 16). Investment management costs relating to the endowment are charged against the endowment by way of a transfer between funds (see note 4).

	£	£
Consolidation adjustments	169,045	101,474
Investment management costs charged against endowment (see note 4)	223,443	224,297
	<u>392,488</u>	<u>325,771</u>

16 Restricted funds

	Balance at 31 December 2001 £	Incoming Resources £	Expenditure £	Balance at 31 December 2002 £
The Resource Centre (London) Limited	512,200	867,142	(780,349)	598,993
The Bellingham Recreation Project Limited	48,713	221,206	(222,679)	47,240
	<u>560,913</u>	<u>1,088,348</u>	<u>(1,003,028)</u>	<u>646,233</u>

The City Parochial Foundation is the sole member of the Resource Centre (London) Limited. The liability of the member is limited to £1. The Resource Centre operates from offices at 356 Holloway Road, a property leased to it by the City Parochial Foundation. It operates a resource centre for charities, providing them with office accommodation, conference, meeting rooms and other facilities. The Resource Centre is treated as a branch of the charity and accordingly its accounts are consolidated into the accounts of the Foundation.

Of the interest free loan of £120,000 made in 1997 to the Resource Centre to set up the conference suite, the final two instalments were repaid to the Foundation in the year. Rent of £220,698 (2001: £165,000) was paid by the Resource Centre to the Foundation.

The Bellingham Recreation Project Limited is a charitable venture run by the City Parochial Foundation in Bellingham. The liability of the members is limited to £1. The City Parochial Foundation has control over the Project by virtue of the fact that it has a majority vote on the Board of Directors of the company. The Project operates from temporary offices in Randlesdown Road, Bellingham from which base it is overseeing the building of a £4 million Sports and Healthy Living Centre for the benefit of the local community. The Bellingham Recreation Project Management Company Limited is a wholly owned non trading subsidiary of the charity.

A capital grant of £1.2 million has been earmarked by the Foundation towards the cost of building the new Centre. Grants totalling £51,653 (2001: £56,476) were made by the Foundation towards running costs.

17 Unrestricted funds

	Balance at 31st December 2001 £	Incoming Resources £	Outgoing Resources £	Revaluations and transfers £	Balance at 31st December 2002 £
Common Investment Fund	-	8,553,027	(931,254)	(7,621,773)	-
Central Fund	358,501	-	(4,920,653)	4,694,208	132,056
City Church Fund	(6,234)	-	(3,131,852)	3,138,086	-
	<u>352,267</u>	<u>8,553,027</u>	<u>(8,983,759)</u>	<u>210,521</u>	<u>132,056</u>

CITY PAROCHIAL FOUNDATION

Year ended 31 December 2002

Notes to the Financial Statements (continued)

18 Analysis of net assets between funds

	Tangible fixed assets £	Investments £	Net current assets/(liabilities) £	Long term liabilities £	Total £
Endowment fund					
Common Investment Fund	3,406,970	133,127,732	20,988,448	-	157,523,150
Restricted funds					
The Resource Centre (London) Limited	112,674	-	486,319	-	598,993
The Bellingham Recreation Project Limited	538	-	46,702	-	47,240
Unrestricted funds					
Central Fund	-	-	1,017,975	(885,919)	132,056
City Church Fund	-	-	-	-	-
	<u>3,520,182</u>	<u>133,127,732</u>	<u>22,539,444</u>	<u>(885,919)</u>	<u>158,301,439</u>

19 Connected charities

The City Parochial Foundation is the Trustee of the Trust for London, a charity with which it shares offices and administration facilities. The Trust for London aims to benefit and give priority to small local community based organisations with charitable purposes. Staff and other costs are apportioned in an equitable way between the two charities.

20 Subsidiary Undertakings

The Resource Centre (London) Limited (formerly the London Voluntary Sector Resource Centre Limited)
(Charity Registration Number 1015305)

The Resource Centre is a subsidiary of the Foundation and is treated as a branch for accounting purposes. A description of the relationship is given in note 16.

The Bellingham Recreation Project Limited
(Charity Registration Number 1036667)

The Bellingham Recreation Project Limited is a subsidiary of the Foundation and is treated as a branch for accounting purposes. A description of the relationship is given in note 16.

Greenford Playing Fields Limited
(Charity Registration Number 1036672)

Greenford Playing Fields Limited is a joint venture between the Birkbeck Sports Association and the City Parochial Foundation. The liability of the members is limited to £1. The City Parochial Foundation has a dominant influence over this company by virtue of the fact that it has a majority vote on the Board of Directors of the company and by virtue of the fact that each of its votes as a member counts three times. The company was treated as dormant in the year ended 31 December 2002.

21 Related party transactions

The Trustees confirm that there have been no related party transactions during the year which would require disclosure under FRS8.