

Report and Accounts
The Anglican Centre In
Rome

31 December 2018

The Anglican Centre In Rome

Company No. 2604444

Charity No. 1003666

GOVERNORS

The Rt Revd Michael Burrows,

The Very Revd Kurt Dunkle

The Most Revd Dr Philip Freier

The Rt Revd David Hamid

The Revd Dr Isabelle Hamley

The Most Revd Josiah Idowu-Pearson

The Most Revd Paul Kwong

The Revd Martin Macdonald

The Rt Revd Catherine Waynick

Ireland (Chairman)

USA

Australia

UK

UK

Nigeria

China

UK

USA (Treasurer)

SECRETARY

David White

INDEPENDENT EXAMINER

J I Borucki FCA

42 Radnor Road

Harrow HA1 1RZ

REGISTERED OFFICE

St Andrew's House

16 Tavistock Crescent

London W11 1AP

The Anglican Centre in Rome

DIRECTORS' AND TRUSTEES' REPORT

The governors, who are directors for Companies Act purposes and trustees for Charities Act purposes, present their report and accounts for the year ended 31 December 2018.

OBJECTIVES, ACTIVITIES AND THE PUBLIC BENEFIT

The company's principal activity is the advancement of Christian unity through the activities of the Anglican Centre in Rome.

The company was created in 1990 to manage the activities of the Centre for the Archbishop of Canterbury and for the Anglican Communion and to raise the funds required to support these activities.

The mission of the Anglican Centre is to strengthen and encourage ecumenical relations, especially those between the Roman Catholic Church and the Anglican Communion. This is to enable our two Churches to contribute more effectively to the great work of reconciliation and the creation of unity amongst humanity.

The Centre provides:

- theological resources to support ecumenical discussions, co-operation and prayer;
- learning opportunities for those who are visiting Rome;
- information on the progress of inter-church relations;
- liaison with the Vatican dicasteries – its Councils and Committees; and
- publications including the newsletter "Centre".

When planning the charity's activities, the Trustees have regard to the Charity Commissioners' guidance on public benefit and in particular to the specific guidance on charities for the advancement of religion.

During the year the Centre employed a Director, a Deputy Director, a full time Centre Manager and a part time Courses and Visitor Co-ordinator

The Centre occupies an apartment within the historic Palazzo Doria Pamphili, the largest private palace in central Rome. The Centre comprises:

- the largest library on Anglicanism in mainland Europe: more than 12,000 volumes, in addition to journals, periodicals and church newspapers
- a dual purpose Reading and Lecture Room;
- a large Reception Room for official use;
- office facilities;
- a Chapel; and
- private accommodation for the Director and two guest flats.

In its work in Rome, the Anglican Centre is a living witness to the commitment of the Anglican Communion to the search for unity with the Roman Catholic Church.

Each year the Anglican Centre in Rome runs courses for clergy and laity from all over the world and also courses for theological students.

The overall governance of the charity and much of the fund raising activity of the Centre is handled by volunteers.

The Anglican Centre in Rome

DIRECTORS' AND TRUSTEES' REPORT

ACHIEVEMENT AND PERFORMANCE

During 2018 the Director of the Centre was very active in maintaining and developing contacts within the Holy See, in maintaining the Anglican Centre as a place of prayer, worship and hospitality and in developing the ministry of the Centre in Rome.

In 2018 the Centre ran two courses in Rome which in total were attended by 40 participants from different parts of the Anglican Communion and from other churches. The courses which ran in November were entitled "Power and Politics and the Church" with 11 participants and "To Rome, Together" for friends of the Anglican Centre from the USA.

The Centre also continued the successful programme of courses jointly arranged with individual theological colleges and seminaries. Visiting seminaries included South West Seminary Texas and St Melitus College, London. Further courses are planned with a number of other colleges and seminaries from around the Anglican Communion.

The Anglican Centre relies upon donations and grants, including regular grants from the Archbishop of Canterbury and the Episcopal Church of the USA, to finance its activities. During 2018 the income raised amounted to nearly £326,000 to fund the activities of the Centre for the year. The governors are seeking to increase significantly this flow of income by building up a network of supporting parishes, individuals, religious communities and trusts in particular in the UK and USA.

FINANCIAL REVIEW

Reserves policy

It is the company's objective to eliminate the deficit by operating at a surplus and to raise funds to increase the Endowment Fund in order to secure the future of the Centre in the longer term. The company is prohibited by its Memorandum and Articles of Association from paying dividends.

Results for the year

During the year ended 31 December 2018 the net expenditure amounted to £110,976. Funds raised during the year to meet operating expenses totalled £272,440 and restricted funds raised for supporting courses totalled £53,323. The overall deficit arose as a result of a significant reduction in the amount of funds raised both in the UK and in the USA. The Governors have given consideration to the deficit and general excess of expenditure over income. This has led to a decision to substantially reduce the operational costs of the Centre through reduced staffing, effective from September 2019.

Fund in deficit

The accumulated deficit on unrestricted funds amounts to £158,583 and an equivalent amount has been transferred from the Endowment funds to cover this deficit.

Reserves

The Centre has raised an Endowment Fund amounting to £386,870 of which £158,583 has been used to cover the deficit leaving £228,287 to generate income and, if necessary, to meet existing or future operating deficits.

Principal funding sources

The principal funding sources are the archbishops and bishops of the Anglican Communion, together with individuals, trusts and parishes. In 2018 a net figure of £109,524 was raised in the United Kingdom after deducting fund raising expenses of £35,709; £73,424 in America, £9,322 in Australia, New Zealand and the Far East; £10,000 from the Anglican Consultative Council, £30,000 from the Archbishop of Canterbury's Anglican Communion Fund and £3,202 from other parts of the Anglican Communion.

Expenditure

The expenditure incurred relates principally to the costs of leasing and maintaining the Centre together with the costs of the staff based at the Centre, being the Director, the Deputy Director and support staff. From September 2019 reduced staffing will result in reduced operational expenditure.

The Anglican Centre In Rome

DIRECTORS' AND TRUSTEES' REPORT

Investment policy:

Under the memorandum and articles, the company has the power to make any investment which the directors think fit. It is the company's policy to hold approximately 50% of the value of the Endowment Fund in equity investments managed in accordance with the ethical policies recommended by the Church of England. In addition, approximately 10% is invested in a UK Property Fund for Charities, although these proportions have not been maintained in the year as it was necessary to realise investments with a value of £150,000 to fund the operation of the Centre and the deficit it incurred. Towards the end of the year worldwide equity markets fell and the company only benefitted from an unrealised gain of £2,393, compared with the previous year of £22,083, on its investments.

FUTURE DEVELOPMENTS

The Centre is the base for the Representative of the Archbishop of Canterbury to the Holy See who is also the Director of the Centre and as such the Governors continue to seek to raise additional funds to enable the Centre to enhance the support provided to the Director in both these roles.

The Centre is increasingly a place of meeting not only for Anglicans and Roman Catholics, but also for Anglicans of different backgrounds. It aims to help Anglicans understand one another and their common heritage as a necessary aspect of engaging with other Christian traditions and confessions. It is becoming a crucial resource for strengthening our own Anglican identity as well as interpreting it to others and seeks to be somewhere where all members of the diverse Anglican family can feel at home.

As a result of the increasing funding gap between income and expenditure the Governors have reviewed the staffing structure in Rome. The post of Deputy Director was originally created to support a special project, the Global Freedom Project, and the Centre's involvement in that project came to an end some time ago. As a result, it has been decided to restore the staffing situation to the original arrangement whereby the Director assumed responsibility for both the ambassadorial and educational roles. The effect of this decision is that the roles of Deputy Director and the Courses and Visits Coordinator have become redundant and the staff left in August 2019. It is anticipated that this review will allow the work of the Centre to continue in a sustainable way in the foreseeable future.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Anglican Centre in Rome is a company limited by guarantee, registered in England (Registration No. 2604444). It is also registered as a charity (Charity No. 1003666). The governing document is the Memorandum and Articles of Association of the company.

Trustees

The Anglican Centre is governed by a Board of Governors, whose chairman is The Rt Revd Michael Burnows who succeeded The Rt Revd Dr Stephen Platten on 31 December 2018. The Anglican Co-Chairman of the Anglican Roman Catholic International Commission (ARCIC) is entitled to be a governor or to nominate a governor from among the Anglican members of ARCIC. The Anglican Co-Chairman of the International Anglican Roman Catholic Commission for Unity and Mission (IARCUM) is entitled to be a governor or to nominate a governor from among the Anglican members of IARCUM. In addition the Anglican Consultative Council, the Archbishop of Canterbury and the Presiding Bishop of the Episcopal Church in the USA each has the right to nominate one governor. The governors may appoint additional governors and are required to ensure that the board shall also contain a person with financial expertise, but the total number of members of the board shall not exceed nine.

Induction and training of trustees

The policies and procedures of the company are explained to new governors by the chairman and the company secretary.

Organisational structure and decision making process

The Governors, who meet at least twice a year, administer the charity. The day to day operations of the Centre are managed by the Director of the Centre under the overall supervision of the chairman, the treasurer and the company secretary. The Director of the Centre is appointed by the governors in consultation with the Archbishop of Canterbury.

The Anglican Centre In Rome

DIRECTORS' AND TRUSTEES' REPORT

Related parties and wider networks

The activities of the Centre are supported by a number of Friends organisations in different parts of the Anglican Communion, principally in the UK, the USA (The American Friends of the Anglican Centre in Rome), Australia, and New Zealand.

Risk Management

The major risks to which the company is exposed have been reviewed and procedures have been established to mitigate those risks. The main risk is considered to be the risk of failure to raise adequate funds to cover the annual running costs of the Centre – the company has a Development Committee in the UK responsible for leading the UK fundraising activity. This committee is supported by a Development Officer with fundraising experience. In other countries, the Friends organisations are actively involved in raising funds on an annual basis at levels agreed with the Governors. The Governors are also seeking to raise funds for the Endowment Fund so that the income generated will reduce the requirement for annual fundraising in future years.

REFERENCE AND ADMINISTRATION DETAILS

Legal and administrative information set out on page 1 forms part of this report.

The current directors, who are designated Governors, are listed on page 1. All the Governors served throughout the year, except for The Most Revd Dr Philip Freier and The Rt Revd Michael Burrows who were appointed on 13 November 2018 and 31 December 2018 respectively. The Most Revd Sir David Moxon resigned as a director on 30 August 2018 and The Rt Revd Dr Stephen Platten resigned as Chairman and director on 31 December 2018. The Revd Canon Dr John Gilkaut resigned as company secretary on 31 December 2018. Revd Martin Macdonald was appointed as secretary to fill the vacancy until David White was appointed on 9 May 2019.

The Governors wish to record their heartfelt thanks to Bishop Stephen Platten for his immense contribution to the life of the Centre and the furthering of good relationships with the Roman Catholic Church during his period of office as Chairman and Director. He has completed three decades of service to the Centre, half of which as Chair of the Board of Governors. In recognition of his service to the Centre, and to the wider ecumenical movement, the Board of Governors are delighted that the Archbishop of Canterbury has awarded Bishop Stephen the Lambeth Cross for Ecumenism.

The day to day management of the Centre is delegated to the Director of the Centre, who is also the representative of the Archbishop of Canterbury to the Holy See. The Most Revd Bernard Ntahoturi, who was appointed as the Director of the Centre and Representative of the Archbishop of Canterbury to the Holy See with effect from 1 September 2017, resigned as the Director of the Centre on 21 December 2018.

In February 2018, the Revd Marcus Walker completed his time as Assistant Director and Revd Dr Justin Lewis-Anthony was appointed a Deputy Director to take his place.

In England, Ms Catherine Pepinster served as Development Officer throughout the year. The Revd Jane Ollier served as Membership Services Officer until 31 January 2018. Ms Louise Hettiche was appointed as Membership Services Officer on 1 April 2018.

The accounts comply with current statutory requirements, the Memorandum and Articles of Association of the company and the Charities Statement of Recommended Practice (FRS 102).

By order of the board.

D White
Secretary

25 September 2019

STATEMENT OF TRUSTEES' RESPONSIBILITIES WITH REGARD TO THE ACCOUNTS

The trustees (who are also the directors for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

REPORT OF THE INDEPENDENT EXAMINER

to the Trustees and Directors of the Anglican Centre in Rome (a company limited by guarantee)

I report on the accounts of the charitable company for the year ended 31 December 2018, which are set out on pages 8 to 17.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act).

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act,
- follow the procedures laid down in the general Directions given by the Charity Commission under Section 145(5)(b) of the 2011 Act, and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent Examiner's statement

In connection with my examination, no matter came to my attention:

- 1 which gives me reasonable cause to believe that in any material respect the requirements:
(a) to keep accounting records in accordance with Section 386 of the Companies Act 2006; and
(b) to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities, have not been met; or
- 2 to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

J I Borucki FCA
Chartered Accountants and Registered Auditor
42 Radnor Road
Harrow HA1 1RZ

25 September 2019

The Anglican Centre in Rome

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT) for the year ended 31 December 2018

Note	Unrestricted funds	Restricted income funds	Endowment funds	Total	Unrestricted funds	Restricted income funds	Endowment funds	Total
	2018	2018	2018	2018	2017	2017	2017	2017
	£	£	£	£	£	£	£	£
INCOME								
Income from generated funds								
Voluntary income:								
Donations:	246,325	-	-	246,325	313,809	-	37,587	351,396
Grants for bursaries:	-	53,323	-	53,323	-	17,858	-	17,858
Activities for generating funds:	4,101	-	-	4,101	2,755	-	-	2,755
Investment income:	8,973	-	-	8,973	9,279	-	-	9,279
Income from Charitable activities:								
Income from seminars:	12,458	-	-	12,458	33,593	-	-	33,593
Income from book stall and publications:	583	-	-	583	1,577	-	-	1,577
TOTAL INCOME	272,440	53,323	-	325,763	361,013	17,858	37,587	416,458
EXPENDITURE								
Cost of generating funds:								
Cost of generating voluntary income:	35,709	-	-	35,709	36,842	-	-	36,842
Fundraising costs:	240	-	-	240	1,702	-	-	1,702
Charitable activities:								
Direct costs of seminars:	6,161	-	-	6,161	22,984	-	-	22,984
Administrative expenses:	389,072	3,323	-	392,395	370,285	17,858	-	388,143
Governance costs:	2,234	-	-	2,234	3,322	-	-	3,322
TOTAL EXPENDITURE	433,416	3,323	-	436,739	435,135	17,858	-	452,993
NET INCOME/(EXPENDITURE)	(160,976)	50,000	-	(110,976)	(74,122)	-	37,587	(36,535)
Transfers (from) to:	13							
Endowment fund:	158,583	-	(158,583)	-	138,062	-	(138,062)	-
1997 Appeal fund:	-	-	-	-	2,061	(2,061)	-	-
Travel funds:	-	-	-	-	-	-	-	-
NET INCOME/(EXPENDITURE) AFTER TRANSFERS	(2,393)	50,000	(158,583)	(110,976)	66,001	(2,061)	(100,475)	(36,535)
Other recognised gains/(losses)								
Unrealised gain on investment assets:	2,393	-	-	2,393	-	-	22,083	22,083
NET INCOME/(LOSS) FOR THE YEAR	-	50,000	(158,583)	(108,583)	66,001	(2,061)	(78,392)	(14,452)
Fund balances brought forward at the beginning of the year:	-	10,263	386,870	397,133	(66,001)	12,324	465,262	411,585
Fund balances carried forward at the end of the year	-	60,263	228,287	288,550	-	10,263	386,870	397,133

The Anglican Centre in Rome

STATEMENT OF FINANCIAL ACTIVITIES for the year ended 31 December 2018

	Note	Unrestricted funds	Restricted income funds	Endowment funds	Total	Unrestricted funds	Restricted income funds	Endowment funds	Total
		2018	2018	2018	2018	2017	2017	2017	2017
		£	£	£	£	£	£	£	£
INCOME									
Income from generated funds:									
Voluntary income:									
Donations		246,325	-	-	246,325	313,800	-	37,587	351,396
Grants for bursaries		-	53,323	-	53,323	-	17,858	-	17,858
Activities for generating funds		4,101	-	-	4,101	2,755	-	-	2,755
Investment income		8,973	-	-	8,973	9,279	-	-	9,279
Income from Charitable activities:									
Income from publications		583	-	-	583	1,577	-	-	1,577
TOTAL INCOME		259,982	53,323	-	313,305	327,420	17,858	37,587	382,865
EXPENDITURE									
Cost of generating funds									
Cost of generating voluntary income		36,709	-	-	36,709	36,842	-	-	36,842
Fundraising costs		240	-	-	240	1,702	-	-	1,702
Charitable activities									
Grants for administrative expenses of subsidiary undertaking in Italy		358,000	-	-	358,000	342,000	-	-	342,000
Administrative expenses		24,973	3,323	-	28,296	19,073	17,858	-	36,931
Governance costs		1,888	-	-	1,888	3,322	-	-	3,322
TOTAL EXPENDITURE		420,810	3,323	-	424,133	402,939	17,858	-	420,797
NET INCOME/(EXPENDITURE)		(160,828)	50,000	-	(110,828)	(75,519)	-	37,587	(37,932)
Transfers from:	13								
Endowment fund		158,583	-	(158,583)	-	138,062	-	(138,062)	-
1997 Appeal fund		-	-	-	-	2,061	(2,061)	-	-
Travel funds		-	-	-	-	-	-	-	-
NET INCOME/(EXPENDITURE) AFTER TRANSFERS		(2,245)	50,000	(158,583)	(110,828)	64,604	(2,061)	(100,475)	(37,932)
Other recognised gains/(losses)									
Unrealised gain on investment assets		2,393	-	-	2,393	-	-	22,083	22,083
NET INCOME/(LOSS) FOR THE YEAR		148	50,000	(158,583)	(108,435)	64,604	(2,061)	(78,392)	(15,849)
Fund balances brought forward at the beginning of the year		(4,145)	10,263	386,870	392,988	(68,749)	12,324	465,262	408,837
Fund Balances carried forward at the end of the year		(3,997)	60,263	228,287	284,553	(4,145)	10,263	386,870	392,988

The Anglican Centre in Rome

BALANCE SHEETS

at 31 December 2018

	Notes	Group 2018 £	Company 2018 £	Group 2017 £	Company 2017 £
FIXED ASSETS					
Leasehold improvements and equipment	8	35,717	20,271	33,633	16,974
Investments	9	125,761	125,761	273,368	273,368
Susidiary undertaking	10	-	-	-	-
		<u>161,478</u>	<u>146,032</u>	<u>307,001</u>	<u>290,342</u>
CURRENT ASSETS					
Inventories		171	-	165	-
Debtors	11	48,104	38,385	92,200	90,021
Cash at bank and in hand		141,356	139,444	87,118	73,937
		<u>189,628</u>	<u>177,829</u>	<u>179,483</u>	<u>163,958</u>
CREDITORS: amounts falling due within one year	12	62,556	39,308	89,351	61,312
NET CURRENT ASSETS		<u>127,072</u>	<u>138,521</u>	<u>90,132</u>	<u>102,646</u>
NET ASSETS		<u>288,550</u>	<u>284,553</u>	<u>397,133</u>	<u>392,988</u>
CAPITAL AND RESERVES					
Capital funds					
Endowment fund	13	228,287	228,287	386,870	386,870
Income funds					
Restricted funds					
1997 Appeal Fund	13	2,489	2,489	2,489	2,489
Travel fund	13	3,896	3,896	3,896	3,896
Bursaries Fund	13	53,878	53,878	3,878	3,878
Unrestricted funds					
General Fund	13	-	(3,997)	-	(4,145)
		<u>288,550</u>	<u>284,553</u>	<u>397,133</u>	<u>392,988</u>

For the year ended 31 December 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies

Directors responsibilities

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

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

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

+Michael Burrows
Chairman

25 September 2019

The Anglican Centre in Rome

STATEMENT OF CASH FLOWS

for the year ended 31 December 2018

	Total 2018 £	Total 2017 £
Cash flows from operating activities:		
Net cash provided by (used in) operating activities	(99,356)	21,355
Cash flows from investing activities		
Investment income	8,973	9,279
Sale of investments	150,000	-
Purchase of property, plant and equipment	(7,616)	(22,118)
Net cash provided by (used in) investing activities	151,357	(12,839)
Cash flows from financing activities		
Change in cash and cash equivalents in the year	52,001	8,516
Cash and cash equivalents at the beginning of the year	87,118	74,152
Change in cash and cash equivalents due to exchange rate movements	2,237	4,450
Cash and cash equivalents at the end of the year	141,356	87,118

Reconciliation of net income/(expenditure) to net cash flow from operating activities:

	Total 2018 £	Total 2017 £
Net income (expenditure) for the year (as per the statement of financial activities)	(108,583)	(14,452)
Adjustments for:		
Depreciation charges	6,133	2,896
(Gains)/losses on investments	(2,383)	(22,083)
Exchange rate movements	(2,848)	(5,052)
Investment income	(8,973)	(9,279)
(Increase)/decrease in stocks	(6)	(10)
(Increase)/decrease in debtors	44,099	35,220
Increase/(decrease) in creditors	(26,795)	34,115
Net cash provided by (used in) operating activities	(99,356)	21,355

The Anglican Centre in Rome

NOTES TO THE ACCOUNTS

at 31 December 2018

1. ACCOUNTING POLICIES

Limited liability

The company is limited by guarantee and does not have a share capital. Each member of this company undertakes to contribute to the assets of the company in the event of it being wound up, such amount as may be required but not exceeding £10.

Basis of preparation

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: 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 on 16 July 2014 and the Charities Act 2011.

The company constitutes a public benefit entity as defined by FRS 102.

The directors consider that there are no material uncertainties about the company's ability to continue as a going concern.

The accounts present the consolidated balance sheet, statement of financial activities and income and expenditure account comprising the activities of The Anglican Centre in Rome, an English company limited by guarantee registered as a charity, and its subsidiary undertaking, an Italian unrecognised religious association also called The Anglican Centre in Rome which undertakes the activities of the charity in Italy.

Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably. Donations are recognised when the charity has been notified in writing of both the amount and settlement date.

Legacies are recognised on a case by case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Costs of generating voluntary income

These expenses are reflected as an expense in the Statement of Financial Activities and an appropriate proportion is treated as a reduction of funds raised transferred to the Endowment Fund.

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 settlement will be required and the amount of the obligation can be measured reliably.

Expenditure on charitable activities comprises direct expenses incurred on the defined charitable purposes of the charity and includes staff costs attributable to the activity.

Governance costs comprise of expenditure on compliance with and advice on constitutional and statutory matters.

As all expenditure can be attributed to specific categories no apportionment between headings has been necessary. Irrecoverable VAT is included in the items of expenditure to which it relates.

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost less estimated residual value of each asset evenly over its expected useful life, or over the lease term, whichever is the shorter. Leasehold improvements are subject to amortisation over the term of the relevant lease.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the income and expenditure account.

The Anglican Centre in Rome

NOTES TO THE ACCOUNTS at 31 December 2018

2. TURNOVER

Turnover includes income from seminars which represents amounts billed to third parties for seminars held during the year.

3. EXCESS OF INCOME OVER EXPENDITURE

	2018	2017
	£	£
This is stated after charging:		
Independent Examiners' remuneration	1,200	1,200
Directors' remuneration	—	—
Operating lease rentals – land and buildings	43,959	43,959
Depreciation of leasehold improvements	4,044	2,060
Depreciation of equipment	2,089	1,117

4. STAFF COSTS

	2018	2017
	£	£
Salaries and wages		
Charitable activities	164,545	169,239
Cost of generating funds	28,333	25,923
Social security costs		
Charitable activities	39,191	37,875
Cost of generating funds	1,494	1,233
Other payroll costs		
Charitable activities	15,040	8,638
Cost of generating funds	—	—
	<u>248,603</u>	<u>242,908</u>

The average number of employees during the year was as follows:

Charitable activities 5

Generating funds 2

No employee earned more than £60,000 per annum (2017 - nil)

5. GOVERNANCE COSTS

	2018	2017
	£	£
Independent Examiners fees	1,200	1,200
Other professional fees	8,898	9,293
Governors' expenses	1,034	2,122
	<u>11,132</u>	<u>12,615</u>

The Anglican Centre in Rome

NOTES TO THE ACCOUNTS at 31 December 2018

6. TRUSTEES EXPENSES

	2018	2017
	£	£
Travel and accommodation - 2 trustees (2017 - 3)	688	2,122
Entertaining & subsistence	346	-
	<u>1,034</u>	<u>2,122</u>

No remuneration was paid to the trustees during the year. (2017 - nil)

7. TAXATION

The company, as a registered charity, is exempt from taxation on its income and gains falling within Section 505 of the Taxes Act 1988 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that they are applied to its charitable objectives. No tax charge has arisen in the year.

8. FIXED ASSETS - LEASEHOLD IMPROVEMENTS AND EQUIPMENT

	Leasehold Improvements Group £	Leasehold Improvements Company £	Equipment Group £	Total Group £	Total Company £
Cost					
Balance at 1 January 2018	236,461	222,209	32,763	269,224	222,209
Additions for the period	5,495	5,495	2,121	7,616	5,495
Movement on exchange	514	-	1,181	1,695	-
Balance at 31 December 2018	<u>242,470</u>	<u>227,704</u>	<u>36,065</u>	<u>278,535</u>	<u>227,704</u>
Depreciation					
Balance at 1 January 2018	212,806	205,235	22,785	235,591	205,235
Charge for the period	4,044	2,198	2,089	6,133	2,198
Movement on exchange	273	-	821	1,094	-
Balance at 31 December 2018	<u>217,123</u>	<u>207,433</u>	<u>25,695</u>	<u>242,818</u>	<u>207,433</u>
Net book value at 31 December 2018	<u>25,347</u>	<u>20,271</u>	<u>10,370</u>	<u>35,717</u>	<u>20,271</u>
Net book value at 1 January 2018	<u>23,655</u>	<u>16,974</u>	<u>9,978</u>	<u>33,633</u>	<u>16,974</u>

The Anglican Centre in Rome

NOTES TO THE ACCOUNTS at 31 December 2018

9. FIXED ASSETS – INVESTMENTS

	<i>Company and Group</i>	
	<i>2018:</i>	<i>2017</i>
	£	£
Market value – 1 January	273,368	251,285
Additions/(disposals)	(150,000)	–
Unrealised investment (loss)/gain	2,393	22,083
Market value – 31 December	125,761	273,368
Analysis of investments at 31 December 2018:		
CBF Church of England Investment Fund Income Shares	85,879	234,568
Charity Property Fund	39,881	38,800
Market value – 31 December 2018	125,761	273,368
Historical cost – 31 December 2018:	91,733	196,500

10. FIXED ASSETS – SUBSIDIARY UNDERTAKING

On 1 October 1998 the activities in Italy of the company were transferred to an Italian unrecognised religious association also called The Anglican Centre in Rome. The directors of the company are also the only members of the Governing body of the Italian unrecognised religious association, which is therefore considered to be a subsidiary undertaking.

11. DEBTORS

	<i>Group</i>	<i>Company</i>	<i>Group</i>	<i>Company</i>
	<i>2018:</i>	<i>2018</i>	<i>2017</i>	<i>2017</i>
	£	£	£	£
Income tax recoverable	26,375	26,375	21,875	21,875
Due from subsidiary undertaking	–	–	–	55,202
Other debtors	12,464	12,010	65,578	12,944
Prepayments and accrued income	9,262	–	4,747	–
	48,101	38,385	92,200	90,021

12. CREDITORS: amounts falling due within one year

	<i>Group</i>	<i>Company</i>	<i>Group</i>	<i>Company</i>
	<i>2018:</i>	<i>2018</i>	<i>2017</i>	<i>2017</i>
	£	£	£	£
Creditors	4,675	4,675	4,675	4,675
Accrued liabilities	57,881	31,963	84,676	56,637
Due to subsidiary undertaking	–	2,670	–	–
	62,556	39,308	89,351	61,312

The Anglican Centre in Rome

NOTES TO THE ACCOUNTS

at 31 December 2018

13 RECONCILIATION OF FUNDS AND MOVEMENT ON RESERVES

Group	Income and Expenditure account	Endowment Fund	1997 Appeal Fund	Bursaries Fund	Travel Fund	Total
	£	£	£	£	£	£
At 1 January 2017	(66,001)	465,262	4,550	3,878	3,896	411,585
Net outgoing resources before transfers	(74,122)	37,587	-	-	-	(36,535)
Transfer from 1997 Appeal Fund	2,061	-	(2,061)	-	-	-
Transfer from Travel Fund	-	-	-	-	-	-
Transfer to Endowment Fund	138,062	(138,062)	-	-	-	-
Unrealised gains/(losses) on investments	-	22,083	-	-	-	22,083
Net surplus/(deficit) for the year	66,001	(78,392)	(2,061)	-	-	(14,452)
At 31 December 2017	-	386,870	2,489	3,878	3,896	397,133
Net outgoing resources before transfers	(160,976)	-	-	50,000	-	(110,976)
Transfer from 1997 Appeal Fund	-	-	-	-	-	-
Transfer from Travel Fund	-	-	-	-	-	-
Transfer from Endowment Fund	158,583	(158,583)	-	-	-	-
Unrealised gains/(losses) on investments	2,393	-	-	-	-	2,393
Net surplus/(deficit) for the year	-	(158,583)	-	50,000	-	(108,583)
At 31 December 2018	-	228,287	2,489	53,878	3,896	288,550
Company						-
At 1 January 2017	(68,749)	465,262	4,550	3,878	3,896	408,837
Net outgoing resources before transfers	(75,519)	37,587	-	-	-	(37,932)
Transfer from 1997 Appeal Fund	2,061	-	(2,061)	-	-	-
Transfer from Travel Fund	-	-	-	-	-	-
Transfer to Endowment Fund	138,062	(138,062)	-	-	-	-
Unrealised gains/(losses) on investments	-	22,083	-	-	-	22,083
Net surplus/(deficit) for the year	64,604	(78,392)	(2,061)	-	-	(15,849)
At 31 December 2017	(4,145)	386,870	2,489	3,878	3,896	392,988
Net outgoing resources before transfers	(160,828)	-	-	50,000	-	(110,828)
Transfer from 1997 Appeal Fund	-	-	-	-	-	-
Transfer from Travel Fund	-	-	-	-	-	-
Transfer from Endowment Fund	158,583	(158,583)	-	-	-	-
Unrealised gains/(losses) on investments	2,393	-	-	-	-	2,393
Net surplus/(deficit) for the year	148	(158,583)	-	50,000	-	(108,435)
At 31 December 2018	(3,997)	228,287	2,489	53,878	3,896	284,553

The Anglican Centre in Rome

NOTES TO THE ACCOUNTS

at 31 December 2018

Endowment Fund

The Endowment Fund, which is an expendable endowment fund, represents funds raised by an Appeal to the members of the worldwide Anglican Communion. It is the intention of the directors to build up this fund in order to provide income for the benefit of The Anglican Centre in Rome on the basis that, if necessary, it may be expended to meet existing or future operating deficits. During the year £138,062 has been transferred from the Endowment fund into the Unrestricted Income fund.

1997 Appeal Fund

The 1997 Appeal Fund represents funds raised by an appeal to finance the move of the Centre within Palazzo Doria Pamphilj. The funds raised were used to finance the leasehold improvements costing £205,235. Amounts equal to the depreciation of leasehold improvements are transferred each year from the 1997 Appeal Fund to the Income and Expenditure account.

Bursaries Fund

The Bursaries Fund represents funds donated to enable Catholics and Anglicans to attend courses together to strengthen and encourage ecumenical relations and also funds raised to enable Anglican clergy from the developing world to attend courses at the Centre.

Travel Fund

The Travel Fund represents funds raised to finance travel expenses incurred by Governors to attend meetings.

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Income Funds	Restricted Income Funds	Endowment Fund	2018 Total	2017 Total
Fund balances at 31 December 2018: are represented by:					
	£	£	£	£	£
Tangible fixed assets	35,717	—	—	35,717	33,633
Fixed asset investments	—	—	125,761	125,761	273,368
Current assets	26,838	60,263	102,526	189,627	179,483
Current liabilities	(62,555)	—	—	(62,555)	(89,351)
Total net assets	—	60,263	228,287	288,550	397,133
	Unrestricted Income Funds	Restricted Income Funds	Endowment Fund	2017 Total	2016 Total
Fund balances at 31 December 2017: are represented by:					
	£	£	£	£	£
Tangible fixed assets	33,633	—	—	33,633	13,809
Fixed asset investments	—	—	273,368	273,368	251,285
Current assets	55,718	10,263	113,502	179,483	201,727
Current liabilities	(89,351)	—	—	(89,351)	(55,236)
Total net assets	—	10,263	386,870	397,133	411,585

15. FINANCIAL COMMITMENTS

At 31 December 2018 the company had annual commitments totalling £28,200 under non-cancellable operating leases for land and buildings expiring within more than five years (2017 — £28,200).

At 31 December 2018 the company had capital commitments totalling £nil (2017 — £nil).