

Charity registration number 327394

The Society of Mary and Martha
Annual Report and Financial Statements
Year Ended 31 December 2022



The Society of Mary and Martha

Legal and Administrative Information

Trustees

Mrs I Garty
Mr R Hands (Resigned 18 April 2023)
Rev Dr L Barley
Mr A Day
Mr C Lee
Miss H Hanson
Rev F Wright
Mrs J Henretty
Mr I Powell (Appointed 22 November 2022)
Rev C Robson (Appointed 22 November 2022)

Warden

Dr S Horsman

Charity number

327394

Principal address

Sheldon
Sheldon Lane
Doddiscombsleigh
Exeter
EX6 7YT

Auditor

Bush & Co Limited
2 Barnfield Crescent
Exeter
EX1 1QT

The Society of Mary and Martha

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Trustees' Report

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Sheldon – heart and soul for ministry objectives and activities for public benefit

We created Sheldon because Christian ministry is an immensely complex and challenging vocation – often rewarding, but carrying significant risks to physical, mental and spiritual health. People wounded or broken by ministry needed a deeply trustworthy resource independent of the structures within which they live and work. We have been sustaining and growing this work for over thirty years.

Our charity is based at Sheldon, a cluster of converted farm buildings in the Teign Valley in Devon. The support we offer to people in ministry is provided in person at Sheldon Retreat and online through the Sheldon Hub. Sheldon has been wholly owned by the charity since 1991.

"I cannot thank you enough for all that you have done during my stay. To be so well understood and encouraged has been transformative."

The Retreat is run by a vocational Community of lay men and women whose home and place of work is Sheldon. They are assisted by salaried staff and volunteers. Sheldon has ten self-contained quarters for private retreats and fifteen bedrooms in the Long Barn and Pound House comprising 47 beds in total. There are also communal meeting and dining rooms and facilities such as Chapels, Library, Art Shed, Massage room, Labyrinth and 45 acres of gardens and grounds. They are all designed to help guests with restoration of body, mind and spirit. Sheldon's own events programme includes led retreats, R5 weeks (Read, Rest, Relax, Retreat, Recuperate), Clergy family holiday weeks, workshops and volunteer workparties. Individual support is offered to guests in ministry on programme events and private retreats. Some resources are exclusively available to people in ministry while others are open to everyone. Parts of Sheldon are available for church, wellbeing, educational and extended family groups to run their own programmes. The online Sheldon Hub was launched in 2017. It is a purpose built platform carefully designed and hosted to provide space for a 2,300 strong community of practice sharing mutual support. Forum conversations range widely, and the option of posting anonymously creates safety for those seeking advice and reflecting on really difficult subjects. Members collaborate to build a readily searchable bank of practical resources to facilitate doing healthy ministry together.

Much of the day to day work of the charity is creating good space within which the deep and real, but largely hidden, work within individual lives can take place. This may include reducing anxiety, lifting depression, recovering from bereavement, spiritual accompaniment, holding people's stories through ongoing complex life journeys, or walking with them through a crisis. Creating good space is a multi-faceted art and includes the care of the built and natural environment, preparation and serving of both rooms and food, kind and aware hosting, the infrastructure of services and technology, and reliable communications. It takes commitment, diligence and attention to detail.

The Society of Mary and Martha was founded in 1987 as a direct response to the needs of people in ministry. The context of ministry continues to evolve and our work is changing and growing in response. Maintaining a consistently high standard and a sustainable outlook requires recruiting, training and supporting a committed team, maintenance of buildings and grounds, and technical infrastructure to support the online community and day to day running of the organisation.

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Overview of 2022

Sheldon continued to fulfil our core vision of supporting people in ministry both in person and online while successfully navigating a range of significant challenges to the organisation. We noticed increasing severity and complexity in the problems people come with – sometimes more ‘accident & emergency’ than ‘general practice’. Along with the general increase in sickness and unpredictability people are experiencing, this meant we needed to be even more responsive with late changes in bookings and sharing the financial burden of this. Keeping people warm and well fed have always been at the heart of our hospitality and we now have the added responsibility of providing safe, clean air especially in dining rooms. None of this is easy in the face of high energy and food costs. Group bookings began to return tentatively, but confidence in forward planning is still low. Staff wages increased in line with inflation at 10% and we continued with generous sick pay. We experienced the impact of supply chain disruptions and labour shortages on the skilled practical trades we rely on to run the premises. We also navigated bereavement plus acute and chronic ill health within our own Community.

“A warm welcome as usual with so much thought given to your comfort. Very well organised place to stay, cleanliness is amazing and if you have Covid anxiety every possible step taken to keep you safe. I was completely able to relax...”

However, despite all these challenges we were able to provide a faithful and steady service to guests throughout the year. We also recruited new members to the team and completed some upgrades to our technical infrastructure. We demonstrated our confidence in the future of Sheldon’s ministry by investing in a major refurbishment of all the guest bedrooms in the Pound House. Looking further to the future we secured planning consent for the conversion of the Animal Barn to provide more residential units and a meeting room.

The details which follow can be thought of as the necessary scaffolding which enable us to serve our beneficiaries. They are not end goals in themselves, but the means to the charity’s ends. Our focus is always on what will enable guests to experience deep and lasting benefit from their time at Sheldon.

2022 in more detail

In this section we provide a step by step commentary on the accounts paying particular attention to items where there is a significant change on the previous year, and/or where it is a helpful prompt to describe the activities of the charity during the year. [Numbers in square brackets correspond with those for notes to the accounts.]

Statement of Financial Activities (SOFA)

The SOFA shows a loss of £168,162 in 2022 compared to a net gain of £66,262 in 2021 (incoming/outgoing resources before transfers). We anticipated in our 2021 report that there would be a deficit in 2022 because of the ending of government pandemic support and the impact of the cost of living crisis. In addition there were book revaluations of investments (downwards) and we undertook a major refurbishment of a section of guest accommodation. Overall the charity did okay financially in the face of multiple challenges.

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1. **Income.** Total income remained virtually unchanged on the previous year.

a. **Donations, grants and legacies.** These were unchanged across the 2 years with support from the 700 Friends of Sheldon holding up well. Restricted grants were received from the Clergy Support Trust for Sheldon's work with Anglican clergy and from the Mercers' Company and the Drapers' Company for the Sheldon Hub. [2]

b. **Contributions from guests.** The total number of guest nights was about 2,800 in both 2021 and 2022. The income was likewise virtually the same. However, 2022 felt a more difficult year. Ongoing uncertainties in personal finance and health are impacting people's confidence to make bookings. Many more bookings and changes to bookings are made at short notice. We also try to make things possible financially when people need our specialist resources but cannot afford to pay. Overall we held our own but still have some way to go to recover pre-pandemic occupancy levels. [3]

"The hospitality is unparalleled. The quiet, sincere welcome is greatly appreciated. No pressure - just space to attend to one's own needs in a loving, prayerful context. The accommodation is just first rate and food delicious ... I cannot thank you enough for your understated deeply kind and creative space."

c. **Trading activities.** The shop and bar are facilities that serve guests in residence and also raise some funds. We were delighted to return to staging fundraising concerts in the open air theatre after a two year absence. The three standalone concerts raised a total of £19,021 towards the work of the charity. [4]

d. **Investment income and rent.** Bank interest rates were a little higher for monies on deposit than in the previous year. The main increase in this section was the extra £30,000 in the rent paid by Sheldon Ltd which is the charity's wholly owned subsidiary company, reflecting increased use of the site by the company. [5,22]

e. **Other income.** In 2021 the charity benefited from £44,247 in government pandemic support through the furlough and business support schemes. This was reduced to just £4,000 in 2022. [6]

2. **Expenditure on charitable activities.** Note [7] shows the breakdown of all the day to day costs that are involved in running the life and work of the Sheldon Retreat and the Sheldon Hub. The table gives complex analysis for formal reporting purposes, but we would highlight a few figures that are most useful in gaining a practical understanding of the financial costs of the ministry.

a. **Staff, community and guest leaders.** The life of the resident community is at the heart of Sheldon with its commitment to stability, stewardship and servanthood. In 2021 we ran Sheldon with very low staffing levels as we did not feel confident to recruit in the face of the ongoing uncertainties of the pandemic. In the event our 2021 bookings were higher than expected and, as reported last year, the working patterns this entailed were neither healthy nor sustainable. We recruited two resident members in 2022 and by the time they leave in June 2023 they will have served a year as Alongsiders helping with catering, gardening and administration. We also recruited one part time staff member to the estate team and two to the cellarer (catering) team. The latter meant we were able to give the compassionate leave the Cellarer needed after a significant bereavement. We had already anticipated the cost of living crisis with a decent pay increase for our very loyal salaried staff in late 2021 and added a further increase and a one off payment in 2022. To ensure safe working for all we continued to pay staff to self-isolate when they tested positive for Covid-19. Personal allowances for

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Community members were pegged at a 2% increase as their remuneration is mostly in kind (accommodation, food, etc). One Community member has Alzheimer's and costs for 6 weeks of residential respite care are also included in Community costs. The Trustees made provision for this and other future needs in the Staff Benevolent Reserve. In 2023 some care costs will be offset by social care funding. Guest leaders are people who we invite to lead retreats on our programme, and other personnel costs include recruitment, training and supervision. Sheldon places a high value on recruiting, training and supporting the team who each play a part in delivering excellent care to our beneficiaries.

"There has been much wisdom shared on here [the Hub] and a good balance of views, which I hope will also be helpful for others who may find themselves in a similar position."

- b. **Food, catering supplies and housekeeping.** Providing tasty and healthy food for guests and community is a major item in Sheldon's budget. It required careful purchasing and other economies to successfully peg the increase in the cost of food to £4,000. The remaining £2,300 of the increase on these items was catering supplies and repairs of equipment. The Housekeeping team takes a pride in providing clean and well-kept rooms. Costs include cleaning materials, maintenance contracts, and ensuring broken or worn fittings and furnishings are repaired or replaced promptly. We also invested £3,000 in a small portable generator and battery to give Sheldon resilience in the event of any prolonged power cuts. They would be enough to keep freezers topped up on rotation and to maintain communications.
- c. **Facilities upgrades.** The discretionary spending in 2022 reflected our confidence to invest in Sheldon's future. The main project was a full refurbishment of the upstairs of the Pound House which entailed new wet rooms, improvements to lighting which entailed rewiring, full redecorating, new carpets, blinds and new furniture, including TVs. We had only made minor improvements to the six bedrooms since the Pound House was converted twenty years ago when much of the occupancy was still school and youth groups. Now that Sheldon's focus is almost entirely adults on retreat, it was time to respond really thoughtfully to the needs of these guests. This project cost £85,460 in 2022 with a further £10,000 expected to complete the work before re-opening these rooms in the spring of 2023. We also spent £12,569 to upgrade the wet room in Tamworth Pig Pen which is our best unit for disabled guests. Finally, we spent £1,599 on HEPA filters to improve air filtration to protect against airborne pathogens, especially where people are gathered in dining rooms, meeting rooms and the bar. These replace the larger and noisier UVC machines as we try to provide guests with both safety and comfort.
- d. **Building repairs and maintenance.** The thatched roofs of the main Sheldon courtyard are a hugely attractive feature of the site, but they are expensive to maintain. A thatched roof should last thirty years as long as the ridge is replaced at ten year intervals. The Pound House, Great Barn and Chapel roofs received their second ten year re-ridging and associated running repairs at a cost of £32,200. Scaffolding is a large part of the cost so we arranged for volunteers to make use of it to redecorate hard-to-reach walls and windows. The corrugated iron roof of one Linhay Lodge was beginning to rust and cost £5,950 to replace with slate. Routine costs include servicing and repairs to heating systems, plumbing, electrics and fire systems across the whole site. These are some of the core costs to keep Sheldon safe for guests.
- e. **Energy and water.** The £22,521 (66%) increase in energy costs speaks for itself. We made strenuous efforts to achieve economies in ways that minimised the impact on guests' comfort.

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- f. **Grounds, gardening and external repairs.** Sheldon is custodian of 45 acres of grounds which the estate team manage in environmentally-friendly ways that keep the grounds safe and attractive for guests. The expenditure of £24,512 included tree surgery, catching up on servicing machinery, storage equipment for the marquee, creating additional seating in the open air theatre, ongoing improvements to woodland paths and steps, landscaping around the Hermitage and the Round House, and maintenance of hedges, fences and pastures. We also run a small breeding flock of rare breed sheep, grow fruit and vegetables, and maintain borders and shrubberies.
- g. **Sheldon Hub costs: IT, wages and publicity.** The online Hub continues to be a highly valued resource. It is provided free of charge for its wide-ranging membership of people in ministry. Funding comes from restricted grants supplemented by contributions from members. We have reduced direct costs to stay within the available funding. The managing curator/editor accepted a reduction in both hours and rate of pay. We are concentrating on getting the best out of the platform as already developed in order to keep IT costs to a minimum. This has enabled us to cut running costs by 27% to £34,793. In 2021 we surveyed members and one theme arising was new users finding it difficult to learn their way around and get started. We began some platform improvements which were completed early in 2022 and enabled us to recruit a small team of volunteer Hub Helpers. The Helpers now carry out some of the routine work of moderation and supporting other users by signposting and collating of relevant material. £20,000 of apportioned costs was allocated [8] in respect of other community time and sharing Sheldon's IT infrastructure. Anyone reading the forum conversations would be left in no doubt as to the benefit people gain from being able to share deeply and receive wise peer support, advice and signposting of resources. We are committed to maintaining this service well, and are grateful to The Henry Smith Charity for grant funding for 2023.
- "Everything about Sheldon whispers in your ear 'you are loved'. From the warm comfortable rooms where no need is overlooked, the beautiful view from the windows, the wonderful home cooked food and the gentle, unobtrusive care of the community."*
- h. **Insurance.** The responsibilities of the trustees include insuring against a wide range of risks including the buildings (many of which are thatched) and their contents, plus business interruption, and public, employer and professional liabilities. The 2022 cost was £34,031. Our account will go out for full market tender in 2023 when the current Long Term Agreement ends.
- i. **Technical infrastructure.** This is all the infrastructure that enables us to have an efficient administration to serve guests directly and to run the back office. Specific costs in 2022 included routine end of life replacements of the copier (£2,398) and CCTV (£3,199). Computer upgrades and replacements were needed as we provided workstations for new members (£7,103). A good quality telephone system is an essential part of our ability to take bookings as many enquiries involve lengthy conversations and transferring a call between colleagues. Spare parts were no longer available for our existing analogue exchange and we needed to continue preparing for the national switch off of copper telephone lines in 2025. We therefore upgraded our WiFi network (£5,399) to improve quality, coverage and security. Having done this, we successfully switched to VoIP telephony which is also proving helpful for some working from home and out of hours cover. Unfortunately the Sheldon lane was not included in Devon's rural high speed fibre broadband plan. We have been lobbying hard to rectify this because neither wireless broadband nor mobile phone signal are capable of meeting Sheldon's core telephony needs, and a leased line would be extremely expensive (at least £50,000). This remains an area of some concern as reported in 2021, but we have made progress and there is some prospect that all will be resolved successfully during 2023.

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- j. **Accountancy and bookkeeping.** Additional costs were incurred in 2022 as we worked towards a complete overhaul of our accounting system. Although not a large organisation, the Sheldon accounts have a good deal of unavoidable complexity. We decided to move to a cloud-based paperless system on a new platform in 2023. At the same time we will update the structure of the accounts to improve budgeting and management surveillance. Excess costs will continue into 2023 but we anticipate day to day benefits and improved organisational resilience going forward beyond that. Unfortunately the value of the Sheldon site takes us over the threshold into the expense of a full audit regime which is atypical for a charity with our relatively low turnover.
2. **Gains and losses on investments.** In 2021 investments gained £59,628 in value, and in 2022 this was reversed with a loss in value of £54,811. These reflect the annual revaluations of investments held for the long term and values are expected to show short term fluctuations. The charity has a policy of holding low risk investments across a spread of institutions.

The Balance Sheet – Assets and Fund Balances

The charity's net assets are valued at £4,808,181. However, 79% of this is tied up in the fixed assets that the charity uses to carry out its charitable activities day by day. These are the Sheldon property and its associated fixtures, fittings, computers and vehicles (£3,801,281) and the Sheldon Hub (£5,199). [12].

"I had wondered how 1:1 sessions would work, without usual time to develop a relationship with a spiritual guide, but the attentive listening and wisdom allowed me to dive straight in and pull treasure from all my thinking and praying. Bless you for the thin place which is Sheldon..."

During the year there were two expenditure items not shown on the SOFA that are shown as fixed asset additions [12].

1. **A replacement car.** We have 3 pool cars to serve work and domestic needs, and this year we sold an older petrol car and replaced it with a newer electric one for £35,972.
2. **Animal Barn development.** In August 2022 we were granted planning consent to convert the Animal Barn into a meeting room and two units of guest or community accommodation (occupancy of units varies according to need). There was a delay of over a year because of the pandemic backlog at Teignbridge District Council. During that time our thinking has evolved and we have now commissioned new designs which we expect to submit in 2023. £19,560 for this is shown as an addition to freehold land and buildings.

Reserves. The charity's Reserves policy was adopted in 1998 and reviewed in 2018. The charity holds both restricted and unrestricted reserves. The trustees aim to maintain free reserves of £1,006,335 in order to ensure continuity for beneficiaries, capable of covering the following needs.

£200,000	Working Capital. Expenditure for the running of the charity is projected to be about £45,000 per month for the coming year so this would cover 4 – 5 months.
£288,867	Endowment Fund. The Trustees established this from unrestricted legacies to support the ongoing expenses of the day to day ministry and provide greater financial security for the future. This is felt to be a prudent response to the level of responsibilities the charity now carries – the upkeep of a working property valued at £3.7m, a community for whom Sheldon is their only home, plus a salaried staff team.

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	The Endowment Fund is held in a separate investment account. It is essential that external shocks (such as a pandemic) should not have the capacity to jeopardise the survival of the charity.
£324,899	Staff Benevolent Reserve. The Trustees established this Reserve to provide for the community under the Later Years Provision policy. This is the framework for making appropriate provision for community members who have served with significant vocational salary sacrifice for many years. The Trustees can make a resettlement grant if a member wishes to leave when they reach retirement, or they can provide for appropriate care at Sheldon or locally in the event of declining health.
£60,000	Contingency and Replacements Reserve. The previous Contingency (£60,000) and Equipment and Vehicles (£85,000) Reserves have been amalgamated into a single Reserve for ease of administration. Expenditure from these Reserves was high in 2022 (Pound House refurbishment £85,460, thatching £32,200, vehicle replacement £35,972, etc), which means this Reserve needs to be rebuilt.
£132,569	Animal Barn Conversion. Allocations to this project have been made by the Trustees from unrestricted funds and so far £28,371 has been spent on designs, planning application and feasibility assessment.

All restricted deficits have been covered in the year with transfers from the general (Ministry) unrestricted fund. There are restricted funds of £2,347 bringing the free reserves to £999,354. Reserves held are therefore £6,981 below the policy provisions detailed above.

Specific targets for 2023

During 2023 we will be continuing to work hard to ensure that our core day to day ministry is able to benefit guests sustainably at Sheldon and online as we continue to recover from, and learn what it means to live with the ongoing impact of, Covid-19.

- One new alongsider is already appointed to move in after Easter and will be exploring longer term membership of the community. One long serving community member plans to retire and two Alongsiders will leave after their one year term of office. Further opportunities for both resident and staff roles will be advertised with a view to further appointments.

"I needed the space to reflect on my ministry and what God has in store for the future. The whole atmosphere was so welcoming that it spoke to me of God's love and provision, wrapping around me and inspiring me on the journey. The number of volunteer helpers was humbling and I really appreciated the way that this made time for them to be with us and form a loving community around us, as well as the practical considerations. The 'no clergy shop talk' rule was a godsend. It made it possible to appreciate each other as people."

- We will complete the refurbishment of the Pound House and be active in promoting Sheldon's resources for programme events and self-catering groups as the Pound House is re-opened.
- We will continue work on revised design and planning consent for the conversion of the Animal Barn to create more individual accommodations and a larger meeting room to serve the needs of the ministry.

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- We will continue work on the future proofing of technical infrastructure to ensure all telephone and online services are able to function smoothly and well.

We would reiterate the earlier remarks that these detailed expenditures are effectively the scaffolding which makes possible the necessary, hidden work in individual lives.

Final formalities ...

Governance and Management

The charity's governing instrument is the Deed of Trust dated 10th February 1987. The charity's Trustees are elected by majority vote of existing Trustees. Trustees serve for terms of 2, 3 or 5 years and are eligible to stand for re-election when their term expires. The Chair is elected by the Trustees. The Warden is entitled to nominate candidates for consideration by the Trustees.

"It gave me space after a very stressful and worrying time. I felt cared for and was wonderfully well fed. The volunteers were excellent and very helpful."

Trustees are given an induction to the running of the charity by the Warden, and trained in the responsibilities of trusteeship by the Chair. The Trustees currently have a minimum of two meetings per year. Where possible these include an overnight visit to give time for in depth discussions. They make their decisions by majority vote. Additional meetings are convened as needed in person or online, with a minimum of four trustees to provide a quorum. The Warden is responsible for day to day management of the charity and leadership of the Sheldon Community. In order to balance representation the Trustee Board includes representatives of beneficiaries and the Community. In consideration of relative numbers it was decided in 2014 that non-Community Board members should remain in the majority. The Charity Commission have provided helpful advice on this process.

The Sheldon Community has its own Rule of Life and domestic decision making which is independent of the Trustees.

Sheldon Ltd is a subsidiary trading company which is wholly owned by the charity and all its profits are gift aided to the charity.

Risk Assessments

The Trustees have identified the risks to which the charity is exposed, and have established systems to mitigate those risks. The Trustees affirm their ongoing commitment to implementation of all policies.

- *Fire Safety* – a risk assessment has been carried out of the entire premises, supported by staff training and routine checks.
- *Portable Appliance Testing (PAT)* is undertaken biannually for all electrical appliances, plus a rolling programme of five yearly *electrical installation certification*.
- *Health and Safety at Work* – a risk assessment has been undertaken for all public areas, staff practices and public events, plus product assessment for COSHH.
- *Employment Legislation* – all staff and community have job descriptions plus induction, disciplinary and grievance procedures in place and receive the statutory paid holiday allowance.
- *Pensions* – contributions for all staff, in line with auto-enrolment rules, are paid into the NEST scheme.

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- *Safeguarding* – the Trustees take the safety of children and vulnerable/at risk adults seriously and are committed to safe recruitment procedures and staff training to maintain a high level of vigilance. The Trustees appointed Lynda Barley as Lead Trustee for Safeguarding
- *Confidentiality and Whistleblowing* policies are also in place.
- *GDPR and Cybersecurity* – the Trustees take the protection of personal data seriously and take professional advice to ensure that both technical and human safeguards are maintained.

Approval

Mrs I Garty

Mr R Hands

(Resigned 18 April 2023)

Rev Dr L Barley

Mr A Day

Mr C Lee

Miss H Hanson

Rev F Wright

Mrs J Henretty

Mr I Powell

(Appointed 22 November 2022)

Rev C Robson

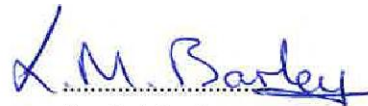
(Appointed 22 November 2022)

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



Mrs I Garty

Trustee



Rev Dr L Barley

Trustee

Date: May 4th 2023

The Society of Mary and Martha

Statement of Trustees' Responsibilities

Year Ended 31 December 2022

Trustees' Responsibilities in Relation to the Financial Statements

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources of the charity for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- 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 charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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Independent Auditor's Report

To the Trustees of The Society of Mary and Martha

Opinion

We have audited the financial statements of The Society of Mary and Martha (the 'charity') for the year ended 31 December 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

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Independent Auditor's Report

To the Trustees of The Society of Mary and Martha

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to cease operations, or have no realistic alternative but to do so.

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Independent Auditor's Report

To the Trustees of The Society of Mary and Martha

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Bush & Co Limited

.....

**Chartered Accountants
Statutory Auditor**

2 Barnfield Crescent
Exeter
EX1 1QT

Bush & Co Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

The Society of Mary and Martha

Statement of Financial Activities Including Income and Expenditure Account

Year Ended 31 December 2022

		Unrestricted funds 2022	Restricted funds 2022	Total 2022	Unrestricted funds 2021 as restated	Restricted funds 2021 as restated	Total 2021
	Notes	£	£	£	£	£	£
<u>Income and endowments from:</u>							
Donations and legacies	2	155,645	96,690	252,335	149,092	109,853	258,945
Charitable activities	3	228,181	-	228,181	224,317	-	224,317
Trading activities	4	34,601	-	34,601	14,202	-	14,202
Investment income and rent	5	52,931	-	52,931	20,275	-	20,275
Other income	6	10,127	-	10,127	52,338	-	52,338
Total income		481,485	96,690	578,175	460,224	109,853	570,077
<u>Expenditure on:</u>							
Charitable activities	7	583,222	108,304	691,526	441,723	121,720	563,443
Net income before investment (losses)/Gains		(101,737)	(11,614)	(113,351)	18,501	(11,867)	6,634
Net gains/(losses) on revaluations of investments		(54,811)	-	(54,811)	59,628	-	59,628
Net (outgoing)/incoming resources before transfers		(156,548)	(11,614)	(168,162)	78,129	(11,867)	66,262
Gross transfers between funds		(10,384)	10,384	-	(11,839)	11,839	-
Net (expenditure)/income for the year/							
Net movement in funds		(166,932)	(1,230)	(168,162)	66,290	(28)	66,262
Fund balances at 1 January 2022		4,972,766	3,577	4,976,343	4,906,476	3,605	4,910,081
Fund balances at 31 December 2022		4,805,834	2,347	4,808,181	4,972,766	3,577	4,976,343

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The Society of Mary and Martha

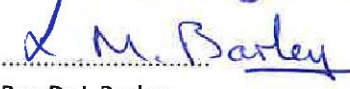
Balance Sheet

Year Ended 31 December 2022

	Notes	2022		2021 as restated	
		£	£	£	£
Fixed assets					
Intangible assets	11		5,199		18,062
Tangible assets	12		3,801,281		3,766,297
Investments	13,14		396,692		471,503
			<u>4,203,172</u>		<u>4,255,862</u>
Current assets					
Stocks for resale			4,899		5,502
Debtors and prepayments	15		44,392		51,102
Current assets investments			458,658		530,625
Cash at bank and in hand			199,950		223,249
			<u>707,899</u>		<u>810,478</u>
Creditors: amounts falling due within one year	17		<u>(87,890)</u>		<u>(84,997)</u>
Net current assets			620,009		725,481
Total assets less current liabilities			<u>4,823,181</u>		<u>4,981,343</u>
Creditors: amounts falling due after more than one year	18		(15,000)		(5,000)
Net assets			<u>4,808,181</u>		<u>4,976,343</u>
Represented by					
Restricted funds	19		2,347		3,577
General unrestricted funds			4,516,967		4,642,944
Unrestricted Endowment fund			288,867		329,822
Unrestricted funds			<u>4,805,834</u>		<u>4,972,766</u>
			<u>4,808,181</u>		<u>4,976,343</u>

The financial statements were approved by the Trustees on 6 May 2023


 Mrs I Garty
 Trustee


 Rev Dr L Barley
 Trustee

The Society of Mary and Martha

Statement of Cash Flows

Year Ended 31 December 2022

	Notes	2022		2021	
		£	£	£	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	23		(112,564)		45,616
Investing activities					
Purchase of tangible fixed assets		(55,532)		-	
Proceeds from disposal of tangible fixed assets		9,899		-	
Net movement of investments		91,967		(53,619)	
Dividends, interest and rents		52,931		20,275	
Net cash generated from/(used in) investing activities			99,265		(33,344)
Financing activities					
Repayment of loans		(10,000)		-	
Net cash used in financing activities			(10,000)		-
Net (decrease)/increase in cash and cash equivalents			(23,299)		12,272
Cash and cash equivalents at beginning of year			223,249		210,977
Cash and cash equivalents at end of year			199,950		223,249

The Society of Mary and Martha

Notes to the Financial Statements

Year Ended 31 December 2022

1 Accounting policies

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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 £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Prior period adjustment

During the course of this year's audit it emerged that deposits for future bookings were overstated last year by £17,703 resulting in last year's surplus being understated by £17,703. This has been updated in the comparative.

1.3 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.

1.4 Charitable funds

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

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

The Society of Mary and Martha

Notes to the Financial Statements

Year Ended 31 December 2022

1 Accounting policies

(Continued)

1.5 Income

Voluntary income, trading income and fundraising events are accounted for on receipt. Legacies and grants are recognised as income when there is entitlement, it is probable that the income will be received and it can be reliably measured. Where conditions are attached to a grant, income is only deferred where these conditions are outside of the charity's control or there is uncertainty as to whether the conditions will be met.

Contributions from guests are recognised when the service is delivered. Contributions received in advance are deferred to a later period and are reported as deposits in creditors.

Investment income is accounted for on a receivable basis.

1.6 Expenditure

Expenditure is recognised when it is incurred and is reported gross of related income on the following bases:

Cost of generating funds comprises the costs associated with attracting voluntary income.

Charitable activities expenditure comprises direct expenditure including direct staff costs attributable to the charity's activities. Where costs cannot be directly attributed, they have been allocated to activities on a basis consistent with the use of resources as detailed in Note 7. The total expenditure on charitable activities includes support and governance costs as detailed in Note 7. The support and governance expenditure relates to necessary overheads that are not directly related to work with the beneficiaries of the charity.

1.7 Intangible fixed assets other than goodwill

Intangible fixed assets are recognised at cost less accumulated amortisation and impairment loss. They are written off over 5 years from the date that they are brought into use.

Amortisation 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:

Hub	20% Straight line
-----	-------------------

The Society of Mary and Martha

Notes to the Financial Statements

Year Ended 31 December 2022

1 Accounting policies

(Continued)

1.8 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:

Fixtures and fittings	20% Straight line
Computers	33% Straight line
Tractors & Vehicles	25% Reducing balance

Freehold land and buildings are not depreciated.

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.

1.9 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.10 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible and intangible 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).

1.11 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured at the lower of historic cost and replacement cost.

1.12 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

The Society of Mary and Martha

Notes to the Financial Statements

Year Ended 31 December 2022

1 Accounting policies

(Continued)

1.13 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 assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

The Society of Mary and Martha

Notes to the Financial Statements

Year Ended 31 December 2022

2 Donations and legacies

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Donations and gifts						
Donations	129,570	10,084	139,654	120,022	12,556	132,578
Grants	-	85,000	85,000	-	95,000	95,000
Legacies	1,000	-	1,000	7,438	-	7,438
Tax refunds	25,075	1,606	26,681	21,632	2,297	23,929
	<u>155,645</u>	<u>96,690</u>	<u>252,335</u>	<u>149,092</u>	<u>109,853</u>	<u>258,945</u>

3 Contributions from guests

	Total 2022 £	Total 2021 as restated £
Programme events	116,103	69,799
Individual retreats	90,782	139,101
Catered groups	21,296	15,417
	<u>228,181</u>	<u>224,317</u>

4 Trading activities

	Total 2022 £	Total 2021 £
Fundraising events	19,021	430
Trading income	15,580	13,772
	<u>34,601</u>	<u>14,202</u>

The Society of Mary and Martha

Notes to the Financial Statements

Year Ended 31 December 2022

5 Investment income and rent

	2022	2021
	£	£
Rental income	35,250	5,000
Donations from Sheldon Ltd	4,470	4,630
Interest receivable	13,211	10,645
	<u>52,931</u>	<u>20,275</u>

6 Other income

	2022	2021
	£	£
Coronavirus Job Retention Scheme	-	17,518
Covid-19 business support	4,000	26,729
Statutory grants	2,171	2,592
Insurance claim income	-	53
Other income	3,956	5,446
	<u>10,127</u>	<u>52,338</u>

7 Charitable activities

	Basis of Allocation	Voluntary Income	Fundraising & Trading	Premises Costs	Charitable Activities	Total 2022	Total 2021
		£	£	£	£	£	£
Staff costs	Time	7,547	1,509	3,774	62,644	75,474	67,173
Community allowance, pensions, council tax & care	Time	8,222	1,645	4,112	68,261	82,240	68,149
Guest Leaders and other personnel costs	Direct	-	-	-	15,916	15,916	10,512
Food and catering supplies	Usage	1,379	276	689	35,079	37,423	29,830
Housekeeping	Usage	1,208	483	3,623	18,839	24,153	25,421
Facilities upgrades	Usage	4,981	1,993	14,944	77,710	99,628	30,259
Building repairs and maintenance	Usage	2,976	1,191	8,929	46,431	59,527	34,398
Energy and water	Usage	2,814	1,126	8,442	43,896	56,277	33,756
Grounds, gardening and external repairs	Usage	1,226	490	3,677	19,119	24,512	20,090
Sheldon Hub direct IT and publicity	Direct	-	-	-	11,810	11,810	20,270
Sheldon Hub direct wage costs	Direct	-	-	-	22,983	22,983	27,939
Insurance	Usage	1,702	681	5,105	26,544	34,031	32,173
Technical infrastructure	Usage	4,107	821	1,232	34,906	41,066	38,528
Audit, accountancy and bookkeeping	Direct/Usage	1,962	393	590	26,760	29,705	25,518
Office costs, printing and advertising	Usage	4,075	251	627	11,274	16,227	13,967
Vehicle maintenance and fuel	Usage	781	156	234	6,640	7,812	6,936
Goods for resale (shop and bar)	Direct	-	6,256	-	-	6,256	7,144
Bank charges	Direct	-	-	-	2,363	2,363	3,624
Licenses and other guest facility costs	Direct	-	-	-	7,277	7,277	7,413
Fundraising events	Direct	-	13,334	-	-	13,334	186
Depreciation	Usage	950	380	2,850	14,814	18,994	20,697
Amortisation	Direct	-	-	-	12,864	12,864	39,460
Profit on sale of motor vehicles	Direct	(417)	(167)	(1,252)	(6,510)	(8,346)	-
		43,512	30,817	57,576	559,621	691,526	563,443

THE SOCIETY OF MARY AND MARTHA

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

8 Support costs

Transfers Attributable to Restricted Funds

The expenditure relating to the Community Fund is included in community wages.

The costs attributable to the charity's work for Anglican Clergy are spread across the whole range of categories of expenditure incurred in fulfilling the Society's charitable purposes. The £50,000 (2021: £50,000) is therefore shown as an allocation from the total expenditure on charitable activities.

The direct Sheldon Hub expenditure covers ongoing expenditure on the IT structure of the resource, the development of content, research and publicity.

	Basis of Allocation	Voluntary Income	Fundraising & Trading	Premises Costs	Charitable Activities	2022 Total
		£	£	£	£	£
Community Fund	Direct	-	-	-	3,510	3,510
Anglican Clergy	Apportioned	-	-	-	50,000	50,000
Sheldon Hub	Direct	-	-	-	34,794	34,794
	Apportioned	-	-	-	20,000	20,000
		<u>-</u>	<u>-</u>	<u>-</u>	<u>108,304</u>	<u>108,304</u>

9 Trustees

One trustee received remuneration as reported in note 22. (2021: one).

Travel expenses of £192 was paid to one trustee in the year (2021: £202).

10 Employees

Employees' Remuneration

Included in the resources expended by the Society are costs of providing accommodation and food for the resident members of the community and those living and working alongside the community from June onwards. Of the 8 community members and alongsiders, 6 were paid an allowance and 2 were self-supporting. The average number of full time and part time employees, during the year, including residents, was 21 (2021: 22). The total remuneration excluding food and accommodation costs was:

THE SOCIETY OF MARY AND MARTHA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

10 Employees

(Continued)

	2022	2021
	£	£
Gross wages - community	52,070	47,779
- other staff	100,226	100,763
Employer's national insurance	4,128	5,306
Pension contributions	12,391	12,722
Council Tax for community members	4,458	4,365
Training recruitment/miscellaneous staff costs	3,311	5,187
	<u>176,584</u>	<u>176,122</u>

There are no employees with emoluments over £60,000.

Aggregate employee-benefits of key management personnel were £30,288 (2021: £30,467).

11 Intangible fixed assets

	Hub £
Cost	
At 1 January 2022 and 31 December 2022	<u>201,957</u>
Amortisation and impairment	
At 1 January 2022	183,894
Amortisation charged for the year	<u>12,864</u>
At 31 December 2022	<u>196,758</u>
Carrying amount	
At 31 December 2022	<u>5,199</u>
At 31 December 2021	<u>18,062</u>

THE SOCIETY OF MARY AND MARTHA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

11 Intangible fixed assets

(Continued)

This asset is "The Sheldon Hub" which is an online mutual support resource for people in ministry, provided free of charge www.sheldonhub.org

12 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Computers	Tractors & Vehicles	Total
	£	£	£	£	£
Cost					
At 1 January 2022	3,989,226	425,535	151,292	109,882	4,675,935
Additions	19,560	-	-	35,972	55,532
Disposals	-	-	-	(15,515)	(15,515)
At 31 December 2022	4,008,786	425,535	151,292	130,339	4,715,952
Depreciation and impairment					
At 1 January 2022	268,631	404,396	149,768	86,843	909,638
Depreciation charged in the year	-	11,135	1,524	6,335	18,994
Eliminated in respect of disposals	-	-	-	(13,961)	(13,961)
At 31 December 2022	268,631	415,531	151,292	79,217	914,671
Carrying amount					
At 31 December 2022	3,740,155	10,004	-	51,122	3,801,281
At 31 December 2021	3,720,595	21,139	1,524	23,039	3,766,297

13 Investments

Sheldon Ltd

Cost or valuation

At 1 January 2022 & 31 December 2022

100

Carrying amount

At 31 December 2022

100

At 31 December 2021

100

THE SOCIETY OF MARY AND MARTHA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

13 Investments (Continued)

	Notes	2022 £	2021 £
Other investments comprise:			
Investments in subsidiaries		<u>100</u>	<u>100</u>

Sheldon Limited. The Society has beneficial ownership of all of the ordinary share capital of Sheldon Limited. These shares were purchased on 25 May 2002 for £100. The assets and liabilities of the subsidiary Sheldon Ltd at 31 December 2022 were:

	£
Current Assets	23,070
Less: Creditors: Amounts falling due within one year	(19,423)
	<u> </u>
Total Net Assets	3,647
	<u> </u>
Aggregate share capital and reserves	3,647
	<u> </u>

The results are not consolidated into these financial statements. Income for the year was £40,168 (2021: £7,420) and after deducting expenditure of £40,184 (2021: £10,343) a loss of £5 arises (2021: loss £2,905). A donation under Gift Aid of £4,470 (2021: £1,730) was made to the charity and the charity charged Sheldon Ltd rent of £35,000 (2021: £5,000) and this is included as investment income in the Statement of Financial Activities.

If consolidated accounts were prepared, the net income would decrease by £5 (2021: (£2,905)). Activities for generating funds would increase by £40,168 (2021: £7,420), investment income would reduce by £35,000 (2021: £5,000) and cost of generating voluntary income would increase by £5,184 (2021: £5,343).

14 Investments

	General £	Endowment Fund £	Total £
At 1 January 2022	141,581	329,822	471,403
Gains/losses on revaluation	(13,856)	(40,955)	(54,811)
Withdrawals	(20,000)	-	(20,000)
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2022	<u>107,725</u>	<u>288,867</u>	<u>396,592</u>

THE SOCIETY OF MARY AND MARTHA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

15 Debtors

	2022	2021
Amounts falling due within one year:	£	£
Tax recoverable	13,162	19,577
Grants and legacies receivable	5,000	5,000
Prepayments	25,385	24,795
Other debtors	845	1,730
	<u>44,392</u>	<u>51,102</u>

16 Loans

	2022	2021
	£	£
Interest free loans	<u>15,000</u>	<u>25,000</u>
Payable within one year	-	20,000
Payable after one year	<u>15,000</u>	<u>5,000</u>
Amounts included above which fall due after five years:		
Payable by instalments	<u>5,000</u>	<u>5,000</u>

17 Creditors: amounts falling due within one year

	2022	2021
	£	as restated £
Notes		
Interest free loans	-	20,000
Deposits re future bookings	3,741	6,424
Trade creditors	59,213	18,065
Postponed booking credits	10,000	10,000
Accruals	14,936	30,508
	<u>87,890</u>	<u>84,997</u>

THE SOCIETY OF MARY AND MARTHA

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022**

18 Creditors: amounts falling due after more than one year

	Notes	2022 £	2021 £
Other creditors	16	<u>15,000</u>	<u>5,000</u>

THE SOCIETY OF MARY AND MARTHA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

19 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds 2021				Movement in funds 2022				
	Balance at 1 January 2021	Incoming resources	Resources expended	Transfers	Balance at 1 January 2022	Incoming resources	Resources expended	Transfers	Balance at 31 December 2022
	£	£	£	£	£	£	£	£	£
Anglican Clergy	-	50,000	(50,000)	-	-	50,000	(50,000)	-	-
Sheldon Hub	-	56,371	(68,210)	11,839	-	44,410	(54,794)	10,384	-
Community Fund	3,605	3,482	(3,510)	-	3,577	2,280	(3,510)	-	2,347
	<u>3,605</u>	<u>109,853</u>	<u>(121,720)</u>	<u>11,839</u>	<u>3,577</u>	<u>96,690</u>	<u>(108,304)</u>	<u>10,384</u>	<u>2,347</u>

The Sheldon Hub is an online mutual support resource for people in ministry. The project was originally funded by a specific appeal and all income is reported through a restricted reserve. Ongoing maintenance and development of the Sheldon Hub is reported in resources expended in Note 7. While the Hub appeal continues, costs will continue to be charged to the restricted reserve. The deficit for the year has been covered in full by the general reserve.

The Anglican Clergy Fund relates to the general work of the Society to support clergy in the Church of England and their families who are experiencing mental and/or physical illness and who may have limited financial resources thus making them unable to meet the full costs of staying at Sheldon. The work of the Society in this area is supported by the very generous grant of £50,000 by the Clergy Support Trust.

The Community Fund represents donations made specifically for the Community and they are distributed through the payroll into the Community's communal account.

THE SOCIETY OF MARY AND MARTHA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

20 Analysis of net assets between funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Fund balances at 31 December 2022 are represented by:						
Intangible fixed assets	5,199	-	5,199	18,062	-	18,062
Tangible assets	3,801,281	-	3,801,281	3,766,297	-	3,766,297
Fixed asset investments	100	-	100	100	-	100
Investments	396,592	-	396,592	471,403	-	471,403
Current assets/(liabilities)	617,662	2,347	620,009	721,904	3,577	725,481
Long term liabilities	(15,000)	-	(15,000)	(5,000)	-	(5,000)
	<u>4,805,834</u>	<u>2,347</u>	<u>4,808,181</u>	<u>4,972,766</u>	<u>3,577</u>	<u>4,976,343</u>

21 Capital commitments

At 31 December 2022 the Trustees had outstanding capital commitments of £nil (2021: £5,950).

There were also no other off-balance sheet commitments.

THE SOCIETY OF MARY AND MARTHA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

22 Related party transactions

The Warden of the Society, Sarah Horsman is a director of Sheldon Ltd.

Sheldon Ltd is a wholly owned subsidiary of the charity as detailed in Note 13. Neither the Warden, nor any Trustee, received any income from that company. The company used some of the Society's facilities on its site at Sheldon and paid for such use. The total paid in 2022 was £35,000 (2021: £5,000). The company gifted £4,470 (2021: £1,730) to the Society during 2022. At 31 December 2022 the Society was owed £4,470 (2021: £1,730) by Sheldon Ltd.

Mr Carl Lee, a trustee, and his wife lived on site as part of the community as self-supporting members. They received no salary but living quarters, food and support were provided. Miss Hillary Hanson, lived on site as part of the community, receiving living quarters and food as other members of the Community. In November 2016 she was appointed as a trustee with the approval of the Charity Commission. She received a total remuneration of £13,571 including pension contributions (2021: £13,080).

During the year less than £10,000 (2021: less than £10,000) was paid to the son of Mr Carl Lee and less than £4,000 (2021: less than £4,000) was paid to the daughter of Mr Carl Lee for work at the Sheldon site. The contracts of employment are the same as any other employees of the charity. During the year, £1,428 (2021: £1,120) was paid to the son of Mr Carl Lee for the rental of various equipment for use at the Sheldon site.

23 Cash generated from operations	2022	2021
	£	£
(Deficit)/surplus for the year	(168,162)	66,262
<u>Adjustments for:</u>		
Dividends, interest and rents	(52,931)	(20,275)
Gain on disposal of tangible fixed assets	(8,346)	-
Loss/(gain) on investments	54,811	(59,628)
Amortisation and impairment of intangible assets	12,864	39,460
Depreciation and amortisation of tangible fixed assets	18,994	20,697
<u>Movements in working capital:</u>		
Decrease in stocks	603	2,286
Decrease in debtors	6,710	2,420
Increase in creditors	5,190	12,097
Increase/(decrease) in deferred income	17,703	(17,703)
Cash (absorbed by)/generated from operations	(112,564)	45,616

THE SOCIETY OF MARY AND MARTHA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

24 Analysis of changes in net funds

	At 1 January 2022	Cash flows	At 31 December 2022
	£	£	£
Cash at bank and in hand	223,249	(23,299)	199,950
Loans falling due within one year	(20,000)	20,000	-
	<u>203,249</u>	<u>(3,299)</u>	<u>199,950</u>