

Charity Registration No. NIC101266

Company Registration No. NI621611 (Northern Ireland)

JOHN BROWN UNIVERSITY NORTHERN IRELAND
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022
PAGES FOR FILING WITH REGISTRAR

JOHN BROWN UNIVERSITY NORTHERN IRELAND

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms K Hadley Dr C Pollard III Mr E Ericson
Charity number	NIC101266
Company number	NI621611
Registered office	50 Bedford Street Belfast Co. Antrim Northern Ireland BT2 7FW
Auditor	FPM Accountants Limited 1 - 3 Arthur Street Belfast Co. Antrim Northern Ireland BT1 4GA

JOHN BROWN UNIVERSITY NORTHERN IRELAND

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JOHN BROWN UNIVERSITY NORTHERN IRELAND

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

The Trustees present their report and financial statements for the year ended 30 June 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2019).

Objectives and activities

John Brown University Northern Ireland (JBUNI) is a wholly-owned subsidiary of John Brown University (JBU), in Siloam Springs, Arkansas, United States of America (USA). The John Brown University Irish Studies Program is conducted through the JBUNI entity, which is the instrument to provide qualified students who will benefit from and contribute to the multicultural environments at Lakeside Manor in Belfast, Northern Ireland. We strive to broaden the JBU experience through the Irish Studies Programs and to develop Christ-centered and globally-aware students who can engage with people from all backgrounds in order to impact the world for Christ.

The John Brown University Irish Studies Program provides opportunity for North American students, and students from all corners of the world, the opportunity to engage fully with key aspects of literature, art, music, history and politics in a contemporary Irish setting. The study programs encompass a complete Irish cultural experience. Giving real insight into contemporary Irish culture and society, guided field-trips are arranged to bring the learning experience beyond the classroom and students sample caint, craic agus ceol ('conversation, fun and music') in both traditional and modern contexts.

Although COVID-19 allowed no academic study programs in Northern Ireland from summer 2020 through fall 2021. JBUNI has returned to pre-pandemic programming with fall, spring, and summer terms.

JOHN BROWN UNIVERSITY NORTHERN IRELAND

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

PRIMARY ACADEMIC PROGRAMS

JBUNI Semester Terms (As described to North American students)

If you're looking for a chance to experience a beautiful foreign country while learning alongside fellow JBU students and faculty, you've found it here. Each fall, fifteen JBU students travel throughout Ireland while studying Irish culture and literature. You'll stay at JBU's own Lakeside Manor, located just four miles outside of Belfast. Even better, you can earn fifteen hours of university credit toward your core curriculum and/or major requirements. While in Ireland, you'll get to travel around the island and visit sites connected to your studies as well as some of the most beautiful tourist locations. You'll visit spots where great Irish authors, such as W.B. Yeats, penned some of their greatest works. You'll pray in Saul, the site of St. Patrick's first church in Ireland. You'll enjoy Irish culture, great fish & chips, Irish stew, and of course the best cup of tea you'll find in the world!

JBUNI Summer Term (As described to North American students)

Irish Studies is a six-week, nine credit hour program designed for all majors. We'll travel around the island and visit sites connected to our studies as well as some of the most beautiful tourist locations. We'll visit Stormont, Northern Ireland's parliament, and chat with members face to face. We'll visit spots where great Irish authors, such as W.B. Yeats, penned some of their greatest works. We'll pray together in Saul, the site of St. Patrick's first church in Ireland. We'll enjoy Irish culture, great fish & chips, Irish stew, and of course the best cup of tea you'll find in the world!

OTHER PROGRAMS

JBUNI Summer Mission Term

We have served with the towns of Ballynahinch, Belfast, Carryduff, and Killyleagh. Our primary ministries are Children's Bible Club for the youngsters ages 4-11, Sports Camp for students aged 11-16, and church involvement. Other activities we have participated in previously include gospel presentations in public primary schools, small group leadership for teen girls, and worship or preaching leadership in Sunday services.

JBUNI Cathedral Choir Tour

One group in particular that has benefitted from the Irish Mission Programs is JBU's Cathedral Choir, which has visited Northern Ireland. JBUNI was instrumental in casting the vision for the choir tour and has helped the Cathedral Choir gain access to great venues in Northern Ireland. Including an open invitation to the Northern Ireland Assembly at Stormont, where they visit each tour.

JBUNI Hosts CCCU Students

In the spring semester, JBUNI hosts students from the Council of Christian Colleges and Universities in the United States. Through the CCCU, the students study Peacemaking and Reconciliation of Northern Ireland, Irish Art & Culture, Irish Literature, Christian Thought & Practice, Ireland & Western Civilization, Intercultural Communication. Additionally, they have service learning opportunities.

JOHN BROWN UNIVERSITY NORTHERN IRELAND

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

EXAMPLE ACADEMIC MODULES

BBL 4043 Capstone Seminar: Irish Perspectives of Christian Life

A writing-intensive course designed to encourage critical and reflective thought about Christian formation. The Core Curriculum's significant role in Christian formation is considered. Works of St. Patrick and C.S. Lewis are presented as a basis for student reflection and as guides to Christian living. Students visit historical sites significant to each of these men and develop an understanding of their writings and contributions to the Christian faith. Visits to local churches give students opportunity to observe the present-day church in Ireland and to enjoy fellowship with Irish believers of various denominations.

RPH 3003 Introduction to Philosophy

A survey of the main areas of philosophy, including metaphysics, epistemology, ethics, and philosophy of religion. Students should develop their critical reading skills, their ability to analyze difficult but rewarding philosophical texts, and their ability to advance a single, clear argument on philosophical issues. Additionally, students should become more comfortable speaking about philosophical problems and concerns, and they should know more about the relationship between the Christian faith and contemporary philosophy.

BBL 3003 Essentials of Evangelical Theology

Evangelical Theology is a study of the essential doctrines of the Christian faith, including Scripture, the triune God, salvation, the Church, creation, and the eternal Kingdom. The unity of divine revelation and the contemporary applicability of the Scriptures are emphasized. By studying the method of theological formation, students should be able to discern primary and secondary theological concepts and apply them properly to their personal lives as well as to their involvement in the Church and the world.

EGL 4043 Masterpieces of Irish Literature

A reading-intensive overview of the literary history of Ireland through examination of selected works of Irish writers, poets and playwrights such as William Butler Yeats, Oscar Wilde, Seamus Heaney, Samuel Beckett, George Bernard Shaw, James Joyce, C. S. Lewis, and others. A scholarly paper is required.

ART 2163 Irish Art & Culture

A study of Irish art forms such as painting, sculpture, architecture, and film. Special attention is given to the connection between art forms and Irish history and culture. As part of the Irish Studies Program, the course combines academic course work with visits to important cultural sites in Ireland as well as guest lecturers from contemporary artists.

ECN 2543 Economics and Society of Ireland

On-location study of major economic and social issues facing Northern Ireland, and by extension the European Union. Using primary text, The Economics of European Integration, students gain understanding of topics such as distribution of wealth and income, unemployment, economic and monetary union, common markets, cultural identity, and conditions for balanced growth. Other texts and class activities apply theories and insights to the Irish situation.

JOHN BROWN UNIVERSITY NORTHERN IRELAND

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

Financial review

As mentioned earlier, John Brown University Northern Ireland (JBUNI) is a wholly-owned subsidiary of John Brown University (JBU). JBU is an independent Christian university of arts and sciences located in Siloam Springs, Arkansas USA. Evangelist, author, and radio pioneer John E. Brown founded the JBU in 1919 as an interdenominational Christian school with an educational philosophy dedicated to the integration of academic excellence (Head), moral and spiritual development (Heart), and professional education (Hand). In 1934, the state of Arkansas chartered the institution as a university. Today, JBU continues the founder's Head, Heart, and Hand philosophy with a strong academic emphasis to prepare students to focus their lives toward service through their professions. Therefore, JBU provides a balanced emphasis of liberal arts and career orientation for its students. The student body is diverse and unique. JBU serves over 2,400 students from 44 nations and 33 states. It has 43 traditional undergraduate programs, 11 graduate programs, and 5 online undergraduate programs for working adults. Under USA regulations, JBU is classified as a tax-exempt 501(c)(3) educational organization by the Internal Revenue Service. As such, it is exempt from USA federal and Arkansas state income tax, and charitable contributions by the public are deductible for income tax purposes. During the fiscal year ended June 30, 2014, JBU formed John Brown University Northern Ireland. Both entities are consolidated in the financial statements for JBU in the United States as JBU is the controlling entity. For the year ended June 30, 2022, JBU held assets in excess of \$277.3 million (USD). Expenses totaled \$49.6 million (USD). JBU continued to invest in JBUNI throughout the pandemic. JBU transferred money to JBUNI to fund payroll for employees in Northern Ireland even though, because of COVID-19, it did not have North American students studying in Northern Ireland. JBU used the time when students were not studying and living in Northern Ireland due to COVID to further invest in the operations of JBUNI. JBU transferred around £3 million to JBUNI to purchase and renovate the building that was previously leased by JBUNI. This building houses students and provides classroom and dining space in Belfast.

JOHN BROWN UNIVERSITY NORTHERN IRELAND

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

Structure, governance and management

The charity is a company limited by guarantee.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Ms K Hadley

Dr C Pollard III

Mr E Ericson

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The results for the year are set out on pages 12-15.

Auditor

In accordance with the company's articles, a resolution proposing that FPM Accountants Limited be reappointed as Auditor of the company will be put at a General Meeting.

Disclosure of information to auditor

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

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



Mr E Ericson

Trustee

Dated: *5.5.2023*

JOHN BROWN UNIVERSITY NORTHERN IRELAND

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 30 JUNE 2022

The Trustees, who are also the directors of John Brown University Northern Ireland for the purpose of company law, 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).

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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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; 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 adequate 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 Companies Act 2006. 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.

JOHN BROWN UNIVERSITY NORTHERN IRELAND

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF JOHN BROWN UNIVERSITY NORTHERN IRELAND

Opinion

We have audited the financial statements of John Brown University Northern Ireland (the 'charity') for the year ended 30 June 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the 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 FRS 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 charitable company's affairs as at 30 June 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 Companies Act 2006.

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.

JOHN BROWN UNIVERSITY NORTHERN IRELAND

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF JOHN BROWN UNIVERSITY NORTHERN IRELAND

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.

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 contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

JOHN BROWN UNIVERSITY NORTHERN IRELAND

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF JOHN BROWN UNIVERSITY NORTHERN IRELAND

Matters on which we are required to report by exception

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, who are also the directors of the charity for the purpose of company law, 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 liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

JOHN BROWN UNIVERSITY NORTHERN IRELAND

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF JOHN BROWN UNIVERSITY NORTHERN IRELAND

Auditor's responsibilities for the audit of the financial statements

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

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

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.

JOHN BROWN UNIVERSITY NORTHERN IRELAND

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF JOHN BROWN UNIVERSITY NORTHERN IRELAND

Lowry Grant (Senior Statutory Auditor)
for and on behalf of FPM Accountants Limited
Chartered Accountants
Statutory Auditors
1 - 3 Arthur Street
Belfast
Co. Antrim
Northern Ireland
BT1 4GA

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

JOHN BROWN UNIVERSITY NORTHERN IRELAND

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Income from:			
Donations and legacies	3	550,492	2,719,777
		<hr/>	<hr/>
Expenditure on:			
Charitable activities	4	202,777	126,688
		<hr/>	<hr/>
Net income for the year/ Net movement in funds		347,715	2,593,089
Fund balances at 1 July 2021		2,607,084	13,995
		<hr/>	<hr/>
Fund balances at 30 June 2022		2,954,799	2,607,084
		<hr/> <hr/>	<hr/> <hr/>

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

All income and expenditure derive from continuing activities and is determined as unrestricted.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

JOHN BROWN UNIVERSITY NORTHERN IRELAND

BALANCE SHEET

AS AT 30 JUNE 2022

	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Tangible assets	8		2,881,607		-
Current assets					
Debtors	9	-		1,450	
Cash at bank and in hand		76,585		2,606,834	
		<u>76,585</u>		<u>2,608,284</u>	
Creditors: amounts falling due within one year	10	<u>(3,393)</u>		<u>(1,200)</u>	
Net current assets			<u>73,192</u>		<u>2,607,084</u>
Total assets less current liabilities			<u>2,954,799</u>		<u>2,607,084</u>
Income funds					
Unrestricted funds			<u>2,954,799</u>		<u>2,607,084</u>
			<u>2,954,799</u>		<u>2,607,084</u>

JOHN BROWN UNIVERSITY NORTHERN IRELAND

BALANCE SHEET (CONTINUED)

AS AT 30 JUNE 2022

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 June 2022, although an audit has been carried out under section 65 of the Charities Act (Northern Ireland) 2008. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements under the requirements of the Companies Act 2006.

The directors acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 5.5.2023



Mr E Ericson

Trustee

Company Registration No. NI621611

JOHN BROWN UNIVERSITY NORTHERN IRELAND

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations			396,007		2,592,855
Investing activities					
Purchase of tangible fixed assets		(2,926,256)		-	
Net cash used in investing activities			(2,926,256)		-
Net cash used in financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(2,530,249)		2,592,855
Cash and cash equivalents at beginning of year			2,606,834		13,979
Cash and cash equivalents at end of year			76,585		2,606,834

JOHN BROWN UNIVERSITY NORTHERN IRELAND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

Charity information

John Brown University Northern Ireland is a private company limited by guarantee incorporated in Northern Ireland. The registered office is 50 Bedford Street, Belfast, Co. Antrim, BT2 7FW, Northern Ireland.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 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 accounts have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

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

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

JOHN BROWN UNIVERSITY NORTHERN IRELAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies (Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities includes the provisions of food to those in need and activities undertaken to further the purposes of the charity and their associated support costs;
- Other expenditure represents those items not falling into any other heading.

1.6 Tangible fixed assets

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

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

Freehold land and buildings	2%-5% Straight Line
Fixtures and fittings	25% Straight Line
Computers	33% Straight Line

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 net income/(expenditure) for the year.

1.7 Impairment of fixed assets

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

1.8 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.

1.9 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.

JOHN BROWN UNIVERSITY NORTHERN IRELAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

(Continued)

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.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

JOHN BROWN UNIVERSITY NORTHERN IRELAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	188,069	86,517
Capital donation from John Brown University	360,933	2,608,500
JRS Grant Recieved	1,490	24,760
	<u>550,492</u>	<u>2,719,777</u>

JOHN BROWN UNIVERSITY NORTHERN IRELAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

4 Charitable activities

	2022	2021
	£	£
Staff costs	64,720	73,467
Depreciation and impairment	44,649	-
Accommodation	24,131	32,842
Bank Fees	314	259
Cleaning	990	-
Purchases - Direct Educational Expenses	2,085	2,574
Repairs & Maintenance	1,537	669
Food & Supplies	7,503	712
Travel Expenses	1,960	17
Equipment Hire	12,118	619
Office Expenses	7,371	1,275
Telephone & Internet	3,770	3,971
Student Trips	-	290
Donation	379	-
	<u>171,527</u>	<u>116,695</u>
Share of governance costs (see note 5)	31,250	9,993
	<u>202,777</u>	<u>126,688</u>

5 Support costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Legal and professional	-	31,250	31,250	-	9,993	9,993
	<u>-</u>	<u>31,250</u>	<u>31,250</u>	<u>-</u>	<u>9,993</u>	<u>9,993</u>
Analysed between Charitable activities	-	31,250	31,250	-	9,993	9,993
	<u>-</u>	<u>31,250</u>	<u>31,250</u>	<u>-</u>	<u>9,993</u>	<u>9,993</u>

JOHN BROWN UNIVERSITY NORTHERN IRELAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

6 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

7 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
	3	3
	<u>3</u>	<u>3</u>
Employment costs	2022	2021
	£	£
Wages and salaries	52,598	58,379
Social security costs	11,928	14,709
Other pension costs	194	379
	<u>64,720</u>	<u>73,467</u>
	<u>64,720</u>	<u>73,467</u>

No employee received remuneration of more than £60,000 during the year (2021-NIL) .

8 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Computers £	Total £
Cost				
Additions	2,910,204	11,427	4,625	2,926,256
	<u>2,910,204</u>	<u>11,427</u>	<u>4,625</u>	<u>2,926,256</u>
At 30 June 2022	2,910,204	11,427	4,625	2,926,256
	<u>2,910,204</u>	<u>11,427</u>	<u>4,625</u>	<u>2,926,256</u>
Depreciation and impairment				
Depreciation charged in the year	43,262	1,260	127	44,649
	<u>43,262</u>	<u>1,260</u>	<u>127</u>	<u>44,649</u>
At 30 June 2022	43,262	1,260	127	44,649
	<u>43,262</u>	<u>1,260</u>	<u>127</u>	<u>44,649</u>
Carrying amount				
At 30 June 2022	2,866,942	10,167	4,498	2,881,607
	<u>2,866,942</u>	<u>10,167</u>	<u>4,498</u>	<u>2,881,607</u>

JOHN BROWN UNIVERSITY NORTHERN IRELAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

8	Tangible fixed assets		(Continued)
9	Debtors	2022	2021
	Amounts falling due within one year:	£	£
	Other debtors	-	1,450
		<u> </u>	<u> </u>
10	Creditors: amounts falling due within one year	2022	2021
		£	£
	Other taxation and social security	2,073	-
	Accruals and deferred income	1,320	1,200
		<u> </u>	<u> </u>
		3,393	1,200
		<u> </u>	<u> </u>
11	Analysis of net assets between funds	Unrestricted funds	Unrestricted funds
		2022	2021
		£	£
	Fund balances at 30 June 2022 are represented by:		
	Tangible assets	2,881,607	-
	Current assets/(liabilities)	73,192	2,607,084
		<u> </u>	<u> </u>
		2,954,799	2,607,084
		<u> </u>	<u> </u>
12	Audit report information		
	The auditor's report was unqualified.		
	Lowry Grant (Senior Statutory Auditor)		
	FPM Accountants Limited		
	Chartered Accountants		
	Statutory Auditors		
13	Related party transactions		

JOHN BROWN UNIVERSITY NORTHERN IRELAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

13 Related party transactions

(Continued)

John Brown University Northern Ireland is a related party of John Brown University located in the United States. During the financial year ended 30 June 2022 John Brown University transferred John Brown University Northern Ireland £519,932 (2021- £2,660,675). No amount is owed at the year end.