

THE ENGLISH SPEAKING CHURCH OF ANDORRA
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2008
Euros

NOTE 1:

The accompanying accounts have been prepared on the accrual basis and so include all income and expenditure accruing and incurred during the year.

NOTE 2:

During 2008 the old organ broke down and was replaced. The new organ was bought jointly with the International Singers.
New bench cushions were also acquired for use at the Erts chapel.

The new organ has been fully depreciated as specific donations have been received and applied for this purpose. The bench cushions are being written off over a period of four years, with a full year's depreciation being taken in 2008.

	Cost	Dep'n	Net
New Organ	388	387	1
Bench Cushions	1,174	294	881

NOTE 3:

Amounts Payable represent the amounts committed for donations out of income for the year which will be disbursed in the new year.

Donations made out of amounts set aside at December 31, 2007 were as follows:

Addis Ababa Fistula	2,808
P Lerchundi Homes	<u>2,908</u>
	5,716
Bank costs	<u>89</u>
	<u><u>5,805</u></u>

A residual balance of 11 is carried forward to 2008 - the result of bank transfer expenses being lower than allowed for.

At December 31, 2008 the balance carried forward is held for donations proposed as follows:

Infants del Mon	400
Rural Development Fund - Chiapas	3,900
Roundings carried forward	<u>33</u>
	<u><u>4,333</u></u>

NOTE 4:

The movements in Accumulated Fund are as follows:

	<u>2008</u>	<u>2007</u>
Brought forward	29,855	29,210
Income for year	<u>778</u>	<u>645</u>
	<u><u>30,633</u></u>	<u><u>29,855</u></u>

The income for 2008 carried to accumulated fund is approximately equal to the interest earned on the amounts held on deposit and is carried forward to maintain the real value of the accumulated fund.

NOTE 5:

Through 2007 the Church had always accounted for Charitable Donations as paid out and the treatment of amounts committed by prior decisions of the Church was not reflected in the accounts for the year. As from 2007, committed donations are shown as an expense in the year in which the decision is made rather than when the donation is paid out. Accordingly, total Charitable Donations for 2007 include both amounts as paid out and the committed and calculated residual donations from 2007 income.

The Church has always followed the practice of assigning a minimum of 25% of total income for charitable giving. The amount calculated from 2008 income is:

	<u>Total</u>
Total income	19,312
Less - Xmas Eve collection	822
Less - For Seamen's Mission	<u>175</u>
Income subject to 25% rule	<u><u>18,315</u></u>
Minimum donations at 25%	4,579
Xmas Eve collection	822
Additional donations proposed	<u>2,421</u>
Total for selected charities	7,822
Seamen's Mission	<u>175</u>
Total 2008 donations	<u><u>7,997</u></u>

Total 2008 donations represent 41% of total income. The additional donations here represent the amount available after devoting an amount equivalent to interest income on reserve funds to maintain the real value of the Accumulated Fund. The total of donations for the year to selected charities is equal to the total received from the Christmas Fair plus the total collection on Christmas Eve.

During the year €3,500 was paid out on account to Infants del Mon and €175 to the Seamen's Mission on account of 2008 donations.