

North England Conference of Seventh-day Adventists

Registered Charity No (England and Wales): 1045501

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2020

North England Conference of Seventh-day Adventists

Contents

	Page
Trustees	1
Reference and administrative details of the Charity and advisers	2
Trustees' report	3 - 7
Independent auditor's report	8 - 11
Statement of financial activities	12 - 13
Balance sheet	14
Cash flow statement	15
Notes to the financial statements	16 - 33

North England Conference of Seventh-day Adventists Trustees

Pastor Alan Hush	Resigned 09 September 2021
Dr Andrew West	Resigned 09 September 2021
Mr Charles Bramble	Resigned 05 August 2020
Mr Clive Palmer	Resigned 09 September 2021
Mr Courtney Robinson	Resigned 09 September 2021
Pastor Dan Majaducon	Resigned 09 September 2021
Mrs Herline Simon	Resigned 09 September 2021
Mr Horace Radcliff	Resigned 09 September 2021
Mrs Inez Brown	Resigned 09 September 2021
Mr Michael Mudzamiri	Resigned 09 September 2021
Pastor Michael Simpson	Resigned 09 September 2021
Pastor Richard Jackson	Resigned 09 September 2021
Mrs Rosemarie Bull	Resigned 09 September 2021
Mrs Sheryl Lawrence	Resigned 09 September 2021
Mr Saureen Rayavarapu	Resigned 09 September 2021
Mrs Verona Roberts	Resigned 09 September 2021

Pastor George Kumi	Appointed 09 September 2021
Glenda Augustine	Appointed 09 September 2021
Dr Livingstone Chishimba	Appointed 09 September 2021
Joseph Philpot	Appointed 09 September 2021
Dr Leon Ferguson	Appointed 09 September 2021
Lana Ashby	Appointed 09 September 2021
Dr Ivan Brown	Appointed 09 September 2021
Shephard Sibanda	Appointed 09 September 2021
Michael Kwasi Agyei-Asare	Appointed 09 September 2021
Grace Charles	Appointed 09 September 2021
Richard Russell	Appointed 09 September 2021
Emanuel Bran	Appointed 09 September 2021
Jonathan Holder	Appointed 09 September 2021
Dr Irma Asky	Appointed 09 September 2021
Obinnaya Iheoma	Appointed 09 September 2021

North England Conference of Seventh-day Adventists

Reference and Administrative Details of the Charlty and List of Advisors

Charity number	1045501
Registered Office	22 Zulla Road Mapperly Park Nottingham Nottinghamshire NG3 5DB
Bankers	Natwest Bank plc 3 Thurland Street Nottingham Nottinghamshire NG1 3DT
Solicitors	Anthony Collins Solicitors 134 Edmund Street Birmingham West Midlands B3 2ES
Auditors	Moore Kingston Smith LLP 4 Victoria Square St Albans Hertfordshire AL1 3TF

North England Conference of Seventh-day Adventist Trustees Report for the year ended 31 December 2020

The Trustees of North England Conference of Seventh-day Adventists present their report for the year ended 31 December 2020 together with the consolidated charity accounts, which have been audited by Moore Kingston Smith LLP.

This Trustees' Report is not only to fulfil the legal and statutory requirements, but it is intended to explain the activities and future plans of this charity.

STRUCTURE, GOVERNANCE AND MANAGEMENT OF THE CHARITY

Constitution

The constitution is reviewed regularly and changes brought to the charity's general assembly (session) for adoption.

Method of Appointment or Election of Trustees

The management of the charity is the responsibility of the Trustees, who are elected and co-opted under the terms of the constitution. The Trustees are the Executive Committee and are elected/re-elected every four years at the Session by delegates chosen from various church congregations in its territory. The Administrative Officers (President, Executive Secretary and Treasurer) are also elected at the Session and are ex-officio members of the Executive Committee. Between Sessions, the Trustees through the vehicle of the Executive Committee, generally determine all matters of substance relating to their life and work of the Charity.

The Charity's constitution provides for employed Trustees, requiring that their remuneration rates and expense budgets be recommended annually by the National Office's Remuneration Audit Committee Comprised of non-employees. The Executive Committee may reduce (but not increase) the remuneration and expense levels so recommended. No Trustee received emoluments in excess of £60,000 for both the current and previous year.

Policies Adopted for the Induction and Training of Trustees

The majority of new Trustees start their term of office at the commencement of the new quadrennium (in this case September 2021) and the primary induction is provided at the first meeting of the Trustees (in this case September 2021). Further training is provided annually.

New Trustees are provided with copies of the Charity Constitution, in addition to Policies and Minutes of the Executive Committee for that year. Each Trustee also receives copies of Charity Commission documents such as "The Essential Trustee - what you need to know".

North England Conference of Seventh-day Adventist Trustees Report for the year ended 31 December 2020

Organisational Structure and Decision Making

The Trustees meet a minimum of four times a year to determine the strategy of the Charity. Between meetings, the day-to-day operations are managed on behalf of the Trustees by the three administrative officers.

The Charity is the administrative body of the Seventh-day Adventist Church ("the Church") for the Midlands, the northern area of England and the Isle of Man.

Related Organisations

The Charity has relationships with the following constituted bodies of the Seventh-day Adventist Church in Great Britain:

- British Union Conference of Seventh-day Adventists to which the Charity is affiliated.
- Seventh-day Adventist Association Ltd (a charitable company controlled by the British Union Conference of Seventh-day Adventists) which holds the Charity's land in trust.

RISK MANAGEMENT

The Trustees have continued to manage the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are monitoring and developing the systems and procedures to mitigate the exposure to those risks.

SAFEGUARDING

Through the activities of local congregations as well as Youth, Family and Children's Ministries departments, the Charity works with children and has a safeguarding policy and a procedure for DBS disclosure applications for employees and volunteers working with children and also for those working with vulnerable adults.

OBJECTIVES ACTIVITIES AND PUBLIC BENEFIT POLICIES AND OBJECTIVES

The principal objective of the charity is the promotion of the Christian religion, with the following supporting objectives: To proclaim the Everlasting Gospel of Jesus Christ and prepare citizens of the earth for the soon return of Jesus Christ to encourage people to become responsible members of the church and community, and to support the charitable and humanitarian work which are in harmony with the doctrines and principles of the Seventh-day Adventist Church.

Additionally, specialised aspects of the Charity's purposes are performed by:

- One private primary school
- Summer Camps for children and youth
- Summer Camps for families
- As part of the world-wide church, the charity supports world-wide denominational activities
- In setting out its strategies the Trustees have taken note of advice from the Charity Commission on Public Benefit.

PUBLIC BENEFIT

The Trustees confirm that they have complied with the duty in response to the Charities Act to have due regard to the Charity Commission General Guidance on public benefit, 'Charities and Public Benefit'. The public benefit of the activities undertaken by the Charity is summarised as follows:

- Good citizenship
- Healthy communities
- Relief of poverty
- Advancement of education
- Good parenting

**North England Conference of Seventh-day Adventist
Trustees Report
for the year ended 31 December 2020**

GRANT MAKING POLICIES

The Charity operates a fund-sharing policy with the British Union Conference of Seventh-day Adventists (charity number 1044071) whereby a proportion of funds received is passed on for use in the British Union and overseas. Grants to local congregations are made as a proportion of tax recovered under the Gift Aid programme, plus grants for special needs when requested and approved by the Trustees.

ACHIEVEMENTS AND PERFORMANCE

During 2020 the Charity grew in membership and at year-end registered a total of 11,057 through baptism, profession of faith, as well as membership transfer for other areas. Total net growth for the year was 214 taking the membership figure at 31 December 2019 to 31 December 2020.

GOING CONCERN

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

COVID-19 PANDEMIC

The impact of the coronavirus at the beginning of the year significantly impacted the charity in a number of ways. Churches and Community Centres were closed for much of the year which significantly impacted charity finances as well as community activities. The charity furloughed the majority of its employees in order to maintain financial stability. The charity also refocused and adjusted its involvement within the community to address the urgent needs because of the pandemic. The Trustees are confident that the measures taken, together with the financial stability of the charity, will enable it to continue to operate for the foreseeable future.

REVIEW OF ACTIVITIES

The North England Conference congregational activities, that takes place in 104 churches and 36 companies and a number of church plants and groups, seek to provide public benefit by the advancement of religion through a variety of centres for weekly worship services, prayer meetings, and other programmes that are open to the local communities in which they are located. The other programmes include preaching and evangelism, community projects that are based on such things as health education, depression recovery, stress awareness, importance of diet, parenting skills, marriage enrichment, personal discipline, developing life skills, as well as other activities for youth, children and elderly. During the pandemic such activities were presented via online platforms such as Zoom or Microsoft Office. These local congregational activities are supported from head office through various departmental training events, activity programmes, as well as personal support and resource provision. Our vision and mission statement envelopes the goals and objectives of the North England Conference, which are undertaken through our local churches and community centres as well as by various departments within the organisation and expressed as follows:

DEPARTMENTAL ACTIVITIES

The impact of the pandemic which developed during the first quarter of the year significantly affected the charity in relation to the staff based at head office. As a result of the pandemic all of our churches closed for services and most remained closed for the entire year. In an effort to maintain financial stability due to the significant downturn in financial income due to this closure, all of our Departmental Directors as well as our back office support staff were placed on the furlough scheme provision which was provided by Her Majesty's Government. Although churches were closed for traditional services many remained open to provide needed community services outlined below. These services and activities were deployed through the local church community centres.

11

**North England Conference of Seventh-day Adventist
Trustees Report
for the year ended 31 December 2020**

COMMUNITY ACTIVITIES

The onset of the pandemic and the following lockdown resulted in many within the community struggling to cope financially with loss of jobs and being placed on furlough. It was identified that immediate support must be provided and the community welfare activities were put in place and successfully delivered. These include but not limited to the following areas: Newcastle, Middlesbrough, Leeds, Huddersfield, Sheffield, Doncaster, Derby, Birmingham, Preston, Liverpool, Manchester and Coventry.

- Community food banks were created in most cities with a Seventh-day Adventist presence where members of the public could collect free food parcels. This service was initiated to support vulnerable members of the community affected by the pandemic.
- Food distribution into the community was provided by many of our community centres where those most vulnerable and affected such as the very elderly and other vulnerable individuals could receive basic food parcels delivered to their home.
- Packed meals were provided for collection at churches and community centres.
- Telephone visitation services were implemented during the lockdown restrictions so that vulnerable members of the community would receive a friendly social call or pastoral telephone visit.
- A telephone help line was created to provide a support service to the community. Health and wellbeing support was provided by trained counsellors. In addition to the counselling service, the telephone help line became a resource where referrals could be made to external bodies and organisations.

WORSHIP SERVICES

The lockdown restrictions necessitated the closure of our churches and the charity adapted by providing those with internet access worship services through an online platform such as Zoom, YouTube, or Microsoft Teams.

FINANCIAL REVIEW

The Charity is reliant on the continued financial support of its membership, who contributed over £7.8m in tithes, donations and freewill offerings. (2019: £8.8m) These funds were utilised for staff salaries, evangelistic endeavours, humanitarian work, education, retirement benefits, and the general governance and administrative operations of the North England Conference. Net income in the year amounted to £5.8m (2019: £6.6m) after tithe sharing to sister organisations and in addition to investment income and Government grants. Net deficit in the year amounted to £384,674 (2019: £701,535 surplus).

The Trustees consider that there is a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future, and for this reason, the Trustees continue to adopt the 'going concern' basis in preparing accounts.

During the year, the Board have taken the opportunity to review several long-standing claims and issues with employees and members and to seek settlement of each of the matters. This has involved the Board in negotiations and mediations with various parties to enable each of the issues to move towards a final conclusion. Reflecting on the matters addressed, the Board has determined that to help limit similar events occurring in the future, they will revisit the Conference's policies and procedures set out and embark on retraining and refresher programmes for the team. This will be an ongoing process over the coming year.

Restricted funds are generated when the donor stipulates how their donation may be spent. In most cases there will be a time lag between when such funds are received and when they are expended. At 31 December 2020, restricted funds totalled £1.5m (2019: £0.98m).

Unrestricted funds are generated when the donor does not stipulate how their donation may be spent. Unrestricted funds include designated funds, where the Trustees have set aside monies for a specific purpose. At 31 December 2020, the unrestricted reserves totalled £6.6m (2019: £7.53m).

**North England Conference of Seventh-day Adventist
Trustees Report
for the year ended 31 December 2020**

TRUSTEES' RESPONSIBILITIES

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.) for each financial year which give true and fair view of the state of the affairs of the charity and the group of the outgoing resources and application resources, including the income and expenditure, of the charitable group for that period. In preparing these financial statements, the trustees are required to:

- Select suitable Accounting Policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make adjustments and estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue business.

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 are compliant. They are also responsible for safeguarding the assets of the charity and the group and hence for taking reasonable steps for the prevention and detection of fraud.

STATEMENT OF DISCLOSURE TO AUDITORS

So far as the Trustees are aware, there is no relevant audit information of which the charity's auditors are unaware; and

The Trustees have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Approved by the Trustees of the North England Conference of Seventh-day Adventists signed on their behalf.



Pastor Emanuel Bran
Trustee

Date: 15 December 2021

**Independent Auditor's Report to the Trustees and
Members Of the North England Conference of Seventh-Day Adventists
for the year ended 31 December 2020**

Opinion

We have audited the financial statements of the North England Conference of Seventh-Day Adventists for the year ended 31 December 2020 which comprise the Group and Parent Charity's Statement of Financial Activities, the Group and Parent Charity's Balance Sheets, the Group Cash Flow Statement and notes to the financial statements, including a summary of 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 Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charity's affairs as at 31 December 2020 and of the group's incoming resources and application of resources, including its income and expenditure, 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 financial statements section of our report. We are independent of the charitable company 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.

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.

Independent Auditor's Report to the Trustees and Members Of the North England Conference of Seventh-Day Adventists for the year ended 31 December 2020

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

We have nothing to report in respect of the following matters where Charities Act 2011 requires us to report to you if, in our opinion:

- The information given in the Trustees Annual Report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustee's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, 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 liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Independent Auditor's Report to the Trustees and Members Of the North England Conference of Seventh-Day Adventists for the year ended 31 December 2020

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.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charity.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charity and considered that the most significant are the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council.
- We obtained an understanding of how the charity complies with these requirements by discussion with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instance of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

**Independent Auditor's Report to the Trustees and
Members Of the North England Conference of Seventh-Day Adventists
for the year ended 31 December 2020**

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit report.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011. 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 any party other than the charity and charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Moore Kingston Smith LLP
Senior Statutory Auditor

Date: 24/12/2021

4 Victoria Square
St Albans
Herts
AL1 3TF

North England Conference of Seventh-day Adventists

Group Statement of Financial Activities

For the year ended 31 December 2020

	Notes	2020			2019		
		Unrestricted Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
		£	£	£	£	£	£
Income from:							
Income from donations and legacies							

There were no recognised gains and losses other than those included in the statement of financial activities

North England Conference of Seventh-day Adventists
Charity Statement of Financial Activities
For the year ended 31 December 2020


	Notes	2020			2019		
		Unrestricted Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
Income from:							
Income from donations and legacies							
Donations		£	£	£	£	£	£
Grants		6,119,510	1,619,233	7,738,743	7,042,109	1,706,828	8,748,937
Legacies		127,214	26,112	153,326	120,329	-	120,329
		-	-	-	4,395	-	4,395
Government grants		1,458,154	-	1,458,154	986,274	-	986,274
Other voluntary income		68,363	-	68,363	-	-	-
	2	7,773,241	1,645,345	9,418,586	8,153,107	1,706,828	9,859,935
Charitable activities	3	63,359	-	63,359	352,446	75,790	428,236
Investment income	4	5,474	-	5,474	11,698	-	11,698
Other income	5	-	-	-	378,461	-	378,461
Total		7,842,074	1,645,345	9,487,419	8,895,712	1,782,618	10,678,330
Expenditure on:							
Charitable activities:	6	8,227,210	1,469,601	9,696,811	7,919,478	1,971,250	9,890,728
Governance	9	127,097	-	127,097	36,257	-	36,257
		8,354,307	1,469,601	9,823,908	7,955,735	1,971,250	9,926,985
Net income/(expenditure)		(512,233)	175,744	(336,489)	939,977	(188,632)	751,345
Transfers between funds	18	(412,677)	412,677	-	127,459	(127,459)	-
Net movement in funds		(924,910)	588,421	(336,489)	1,067,436	(316,091)	751,345
Fund balances brought forward at January 1 as previously stated		7,554,379	878,917	8,433,296	6,486,943	1,195,008	7,681,951
Fund balances carried forward at December 31		6,629,469	1,467,338	8,096,807	7,554,379	878,917	8,433,296

North England Conference of Seventh-day Adventists
Consolidated Accounts - Balance Sheet
As at 31 December 2020

	Notes	Group		Charity	
		2020	2019	2020	2019
		£	£	£	£
Fixed Assets					
Tangible Fixed Assets	13	7,557,961	7,512,356	7,557,961	7,512,357
		<u>7,557,961</u>	<u>7,512,356</u>	<u>7,557,961</u>	<u>7,512,357</u>
Current Assets					
Stocks	14	2,299	2,481	-	-
Debtors	15	686,231	805,191	741,104	833,719
Cash at bank and in hand		1,668,858	1,337,766	1,575,487	1,210,630
Total Current Assets		<u>2,357,388</u>	<u>2,145,438</u>	<u>2,316,591</u>	<u>2,044,349</u>
Creditors: Amounts due within a year	16	1,287,216	539,242	1,277,356	517,275
Net Current Assets		<u>1,070,172</u>	<u>1,606,196</u>	<u>1,039,235</u>	<u>1,527,074</u>
Creditors: Amounts due after one year	17	500,390	606,135	500,390	606,135
		<u>500,390</u>	<u>606,135</u>	<u>500,390</u>	<u>606,135</u>
Total Net Assets		<u><u>8,127,743</u></u>	<u><u>8,512,417</u></u>	<u><u>8,173,008</u></u>	<u><u>8,433,296</u></u>
Fund balances					
Unrestricted		6,629,507	7,531,443	6,629,467	7,554,379
Restricted		1,498,236	980,974	1,467,338	878,917
Total Funds	18	<u><u>8,127,743</u></u>	<u><u>8,512,417</u></u>	<u><u>8,096,805</u></u>	<u><u>8,433,296</u></u>

Approved and authorised for issue by the Board of Trustees on 30/10/2021
and signed on its behalf by:

Michael Kwasi Agyei-Asare
Trustee



The notes on pages 16 to 33 form part of these accounts.

North England Conference of Seventh-day Adventists
Statement of group cash flow
For the year ended 31 December 2020

	Note	2020 £	2019 £
Cash flow from operating activities			
Net cash provided by (used in) operating activities	20	707,217	823,994
Cash flows from investing activities			
Dividends, interest and rents from investments		5,588	-
Purchase of property, plant and equipment		(216,903)	(1,127,244)
Proceeds from sale of assets		616	379,425
Cash flows from financing activities			
Repayments of borrowing		(143,789)	(103,286)
Interest on borrowing		(21,638)	11,843
Change in cash and cash equivalents in the year		<u>331,091</u>	<u>(15,268)</u>
Cash and cash equivalents at the beginning of the year		<u>1,337,767</u>	<u>1,353,035</u>
Cash and cash equivalents at the end of the year		<u>1,668,858</u>	<u>1,337,767</u>

North England Conference of Seventh-day Adventists

Notes to the Financial Statements For the year ended 31 December 2020

Accounting Policies

1.1 Basis of preparation

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value. The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102). The Charity is a public benefit entity for the purpose of FRS102 and therefore has also prepared its financial statements in accordance with the Statement of Recommended Practice applicable to Charities preparing their accounts in accordance with the the Financial Reporting Standard applicable in the UK and Republic of Ireland (The Charities SORP).

1.2 Basis of consolidation

The Group financial statements consolidate the financial statements of the charity and its subsidiary undertakings drawn up to 31 December 2020. The results of subsidiaries acquired or sold are consolidated for the periods from or to the date upon which control passed. Acquisitions are accounted for under the acquisition method.

All intra group transactions balances and realised gains on transactions between group entities are eliminated on consolidation.

1.3 Going concern

The trustees have assessed whether the use of going concern basis of preparation of the financial statements is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The trustees have considered the results reported in these accounts and have made their assessment for a period of at least one year from the date of the approval of these financial statements.

In particular, the trustees have considered the impact of the Coronavirus pandemic and measures taken in the UK to contain it. The charity has an adequate cash and reserves position at the time of approval of these financial statements. Whilst the charity has been impacted by the pandemic and the related containment measures, including the closure of churches, the charity has continued to receive regular income including from tithes and taken advantage of government support in the form of the job retention scheme. The Trustees have also taken measures to mitigate the impact including reviewing and limiting discretionary spend as well as utilising virtual meetings to replace gatherings and thereby allowing the charity to reduce event costs. The Churches are now open and have started to function as they did before the pandemic. Having made enquiries, the trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue in operational existence for at least 12 months from the date of the audit report of these financial statements. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

1.4 Fund accounting

Restricted funds are those which are to be used for the specified purposes as laid down by the donor. Expenditure which meets these criteria is allocated to the appropriate fund. The nature of restriction is further explained in the notes to the financial statements.

Designated funds are those which have been set aside by the administration with the consent of trustees for specific anticipated purposes or events. The aim and use of each designated fund is set out in the notes to the financial statements.

General or Unrestricted funds are donations and other income received or generated for the furtherance of the objects of the charity without specified purposes and, therefore, are available as general funds.

Investment income, gains and losses are allocated to the appropriate fund.

1.5 Grant-making policies

The trustees allocate grants in accordance with the objects set out in the charity's written constitution, which are summarised in the Trustees' Annual Report. In general, grants are made to associated charities through appropriate committee requests and policy arrangements, rather than in accordance with public application.

1.6 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

North England Conference of Seventh-day Adventists

Notes to the Financial Statements For the year ended 31 December 2020

1.7 Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Fundraising costs are incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Grants payable are charged in the year when the offer is made, except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

Staff costs and overhead expenses are allocated to activities on the basis of time spent on those activities. Resources expended are included in the Statement of Financial Activities on an accruals basis. All costs include value added tax where applicable.

1.8 Risk mitigation

The Trustees have given consideration to the major risks to which the charity is exposed and established systems or procedures in order to manage those risks. They are supported in this regard by Adventist Risk Management who create awareness of risk for the world-wide operations of the church and source cover to mitigate attendant risks.

1.9 Fixed Assets

Depreciation is provided on tangible fixed assets in order to write off each asset over its expected economic life. The rates of depreciation applied to each class of asset are:

Freehold property	1.33% Straight line
Office fixtures and equipment	20 - 33% Straight line
Computer equipment	20 - 33% Straight line

Items of furniture and equipment costing less than £1,000 each are treated as an expense on acquisition.

1.10 Pension costs

Following the closure of the Seventh-day Adventist Retirement plan in December 2013, pensions are now provided in terms of the national Auto-Enrolment requirements and invested in a Group Personal Pension Plan through Legal and General Insurance Company. Costs relating to the former plan are now borne by the British Union Conference.

1.11 Stock

Stock is valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving items. Cost includes all direct costs and an appropriate proportion for fixed and variable overheads.

1.12 Operating leases

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

1.13 Investments

Investments are stated at market value at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluations and disposals throughout the year.

1.14 Investment properties

Investment properties are included in the Balance Sheet at their open market value.

North England Conference of Seventh-day Adventists

Notes to the Financial Statements For the year ended 31 December 2020

1.15 Accounting for local congregation funds

A sound organisational structure, good financial management and control have always been characteristic of the Seventh-day Adventist Church. Congregations are considered to be members of a self financing Conference (South/North England) or financially supported Mission (Ireland, Scotland & Wales). The British Union Conference (BUC) coordinates the work of these entities. The SEC and NEC are separate legal charities, and the Missions are part of the BUC charity.

There is a strong bond between the Congregations and their respective Conference or Mission. Donations in respect of tithe, Church World Mission and special offerings given by individual members have always been remitted to the Conference or Mission, as "Conference Funds". These funds belong to the Conference or Mission which administers the funds, employs and directs the ministers, and holds title to Church Buildings.

Members also give funds specifically for the work locally and for the maintenance and upkeep of their church building. Traditionally these "Local Funds" have been held administered and accounted for locally.

Over time, the relationship between the local congregations and their respective Mission or Conference has evolved and the financial bond has strengthened. Increasingly, local congregations have remitted "Local Funds" to their Conference or Mission to administer.

Until 2011 the Local Congregations were considered to be legal entities governed by their local Church Board in accordance with the "Church Manual", and the accounts of the BUC were prepared on this basis, excluding "Local Funds". Late in 2011, legal advice was received to the effect that on balance Local Congregations are in effect branches, of their Conference or Mission. Though in practice they operate as voluntary local self governing support groups.

In these financial statements "Local funds" remitted to and administered by the conference are included as Incoming Resources and Expenditures of the Conference. These funds held by the conference are disclosed as belonging to the conference, and are disclosed separately as funds restricted to the use of the local congregations.

Donations retained and administered locally have not been included in these financial statements since the Trustees do not administer these funds. Donors participate in the appointment and governance of the church at all levels, and anticipate transparency appropriate to their expectations. Wholesale consolidation serves to confuse their understanding.

Accounts in respect of Charitable funds donated by members of the local congregation and administered by local funds treasurers have always been prepared and presented annually to the local congregation. There has also long been in place a program for Independent Examination of those local funds by the Conference or Mission.

North England Conference of Seventh-day Adventists

Notes to the Financial Statements For the year ended 31 December 2020

1.16 Financial instruments

a. Cash and cash equivalents

Cash and cash equivalents include cash at banks and in hand and short term deposits with a maturity date of three months or less.

b. Debtors and creditors

Debtors and creditors receivable or payable within one year of the reporting date are carried at their transaction price. Debtors and creditors that are receivable or payable in more than one year and not subject to a market rate of interest are measured at the present value of the expected future receipts or payment discounted at a market rate of interest.

1.17 Critical accounting estimates and judgments

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, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The following judgements and estimates have had the most significant effect on amounts recognised in the financial statements.

The Charity makes an estimate of the recoverable value of trade and other debtors. In particular the debtor with one of the Charity's controlled schools, Hyland House School, was assessed given the large deficits made by the school in previous years.

The annual depreciation charge for fixed assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

North England Conference of Seventh-day Adventists

**Notes to the Financial Statements
For the year ended 31 December 2020**

2 Group: Income from donations and legacies	Unrestricted Funds	2020 Restricted Funds	Total Funds	Unrestricted Funds	2019 Restricted Funds	Total Funds
	£	£	£	£	£	£
Tithe contributions from members of affiliated congregations						
	6,112,445	-	6,112,445	6,683,373	-	6,683,373
Donations in local congregations	-	1,596,053	1,596,053	-	1,706,828	1,706,828
Donations for church buildings	-	-	-	-	-	-
Donated assets	68,363	-	68,363	322,838	-	322,838
Subtotal of base donations	6,180,808	1,596,053	7,776,861	7,006,211	1,706,828	8,713,039
Donations	8,372	26,944	35,316	47,573	-	47,573
Legacies	-	-	-	4,395	-	4,395
Grants	127,214	26,112	153,326	120,329	-	120,329
Tax recoverable on Gift Aid donations	1,458,154	-	1,458,154	986,274	-	986,274
Government Grants	-	-	-	-	-	-
Similar Incoming Resources	-	-	-	-	-	-
Subtotal of other donations	1,593,740	53,056	1,646,796	1,158,571	-	1,158,571
Total income from donations and legacies	7,774,548	1,649,109	9,423,657	8,164,782	1,706,828	9,871,610
Charity: Income from donations and legacies						
Tithe contributions from members of affiliated congregations	6,112,445	-	6,112,445	6,683,373	-	6,683,373
Donations in local congregations	-	1,596,053	1,596,053	-	1,706,828	1,706,828
Donated assets	68,363	-	68,363	322,838	-	322,838
Subtotal of base donations	6,180,808	1,596,053	7,776,861	7,006,211	1,706,828	8,713,039
Donations	7,065	23,180	30,245	35,898	-	35,898
Legacies	-	-	-	4,395	-	4,395
Grants	127,214	26,112	153,326	120,329	-	120,329
Tax recoverable on Gift Aid donations	1,458,154	-	1,458,154	986,274	-	986,274
Subtotal of other donations	1,592,433	49,292	1,641,725	1,146,896	-	1,146,896
Total income from donations and legacies	7,773,241	1,645,345	9,418,586	8,153,107	1,706,828	9,859,935

North England Conference of Seventh-day Adventists

Notes to the Financial Statements
For the year ended 31 December 2020

3 Incoming Resources from charitable activities	2020			2019		
	Unrestricted Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	£	£	£	£
Group						
Church Ministry	27,622		27,622	352,445	75,790	428,235
Education	147,281		147,281	151,473	-	151,473
Humanitarian Aid and Welfare	-	-	-	-	-	-
Total Charitable Income	174,903	-	174,903	503,918	75,790	579,708
Charity						
Church Ministry	63,359		63,359	352,446	75,790	428,236
Total Charitable Income	63,359	-	63,359	352,446	75,790	428,236
4 Investment Income						
	Unrestricted Funds	2020 Restricted Funds	Total Funds	Unrestricted Funds	2019 Restricted Funds	Total Funds
	£	£	£	£	£	£
Group						
Return on local cash	5,588	-	5,588	11,843	-	11,843
	5,588	-	5,588	11,843	-	11,843
Charity						
Return on local cash	5,474	-	5,474	11,698	-	11,698
	5,474	-	5,474	11,698	-	11,698
5 Other Incoming Resources						
	Unrestricted Funds	2020 Restricted Funds	Total Funds	Unrestricted Funds	2019 Restricted Funds	Total Funds
	£	£	£	£	£	£
Group						
Gain on sale of assets	-	-	-	378,461	-	378,461
Other income	-	-	-	-	-	-
Total Other Income	-	-	-	378,461	-	378,461
Charity						
Gain on sale of assets	-	-	-	378,461	-	378,461
Total Other Income	-	-	-	378,461	-	378,461

North England Conference of Seventh-day Adventists

Notes to the Financial Statements

For the year ended 31 December 2020

6 Expenditure by Charitable Activity

Summary by fund type

Group	2020		2019	
	Unrestricted Funds	Restricted Funds	Unrestricted Funds	Restricted Funds
Church Ministry	6,068,729	1,231,523	5,788,076	1,583,188
Education	377,927	(10,514)	428,708	-
Objectives in other geographical areas	1,344,738	238,078	1,498,413	388,062
Retirement responsibilities	611,244	611,244	655,006	-
Total Charitable Expenditure	8,402,638	1,459,087	8,370,203	1,971,250
				10,341,448

Charity

Church Ministry	6,068,650	1,231,523	5,550,235	1,583,188
Education	202,578	-	215,824	-
Objectives in other geographical areas	1,344,738	238,078	1,498,413	388,062
Retirement responsibilities	611,244	611,244	655,006	-
Total Charitable Expenditure	8,227,210	1,469,601	7,919,478	1,971,250
				9,890,728

North England Conference of Seventh-day Adventists

Notes to the Financial Statements For the year ended 31 December 2020

7 Analysis of Resources by Activity

Group	2020			
	Grant Funding of Activities	Activities Directly Undertaken	Support Costs	Total Expense
	£	£	£	£
Church Ministry	96,080	6,054,823	1,149,349	7,300,252
Education	342,537	-	24,876	367,413
Objectives in other geographical areas	1,582,816	-	-	1,582,816
Retirement responsibilities	611,244	-	-	611,244
	<u>2,432,718</u>	<u>5,978,621</u>	<u>1,174,225</u>	<u>9,861,725</u>

	2019			
	Grant Funding of Activities	Activities Directly Undertaken	Support Costs	Total Expense
	£	£	£	£
Church Ministry	-	6,163,460	1,207,799	7,371,259
Education	155,824	1,698	33,569	191,091
Objectives in other geographical areas	1,886,475	-	-	1,886,475
Retirement responsibilities	655,006	-	-	655,006
	<u>2,697,305</u>	<u>6,165,158</u>	<u>1,241,368</u>	<u>10,103,831</u>

Charity	2020			
	Grant Funding of Activities	Activities Directly Undertaken	Support Costs	Total Expense
	£	£	£	£
Church Ministry	96,080	6,054,823	1,149,271	7,300,174
Education	202,578	-	-	202,578
Objectives in other geographical areas	1,582,816	-	-	1,582,816
Retirement responsibilities	611,244	-	-	611,244
	<u>2,492,718</u>	<u>5,978,621</u>	<u>1,149,271</u>	<u>9,696,812</u>

	2019			
	Grant Funding of Activities	Activities Directly Undertaken	Support Costs	Total Expense
	£	£	£	£
Church Ministry	-	5,925,624	1,207,799	7,133,423
Education	215,824	-	-	215,824
Objectives in other geographical areas	1,886,475	-	-	1,886,475
Retirement responsibilities	655,006	-	-	655,006
	<u>2,757,305</u>	<u>5,925,624</u>	<u>1,207,799</u>	<u>9,890,728</u>

North England Conference of Seventh-day Adventists
Notes to the Financial Statements
For the year ended 31 December 2020

7 Analysis of non-grant expenditure by Charitable Activity

Group	2020			Total £
	Staff Costs £	Depreciation £	Other Costs £	
Church Ministry	3,325,535	169,485	3,632,950	7,127,970
Education	186,001	-	(161,125)	24,876
	<u>3,511,536</u>	<u>169,485</u>	<u>3,471,825</u>	<u>7,152,846</u>

	2019			Total £
	Staff Costs £	Depreciation £	Other Costs £	
Church Ministry	3,329,273	183,069	3,263,608	6,775,950
Education	212,733	1,698	(180,863)	33,569
	<u>3,542,006</u>	<u>184,767</u>	<u>3,082,745</u>	<u>6,809,518</u>

Charity	2020			Total £
	Staff Costs £	Depreciation £	Other Costs £	
Church Ministry	3,325,534	169,485	3,632,873	7,127,892
	<u>3,325,534</u>	<u>169,485</u>	<u>3,632,873</u>	<u>7,127,892</u>

	2019			Total £
	Staff Costs £	Depreciation £	Other Costs £	
Church Ministry	3,345,851	184,497	3,603,075	7,133,423
	<u>3,345,851</u>	<u>184,497</u>	<u>3,603,075</u>	<u>7,133,423</u>

North England Conference of Seventh-day Adventists

Notes to the Financial Statements
For the year ended 31 December 2020

8 Analysis of grants

Grants to individuals

	2020	2019
	Number of Beneficiaries	Number of Beneficiaries
	Total £	Total £
Group - Education Grants & Support	21 81,454	19 63,987
Charity - Education Grants & Support	21 81,454	19 63,987

Grants to institutions

<u>Name of Institution / grant</u>	<u>Grant description</u>	2020	2019
		Group £	Charity £
Primary schools	Educational Need		60,000
Newbold College	Educational Need	61,124	66,837
Harper Bell School	Educational Need		25,000
General Conference of Seventh-day Adventists	General Operations	604,825	789,088
British Union Conference	General Operations	977,991	1,069,398
Other grants to Church Entities	General Operations	96,080	27,989
Retirement Fund	Past pension deficit	611,244	655,006
Total Institutional Grants		2,351,264	2,633,318
Total Grants		2,432,718	2,697,305

9 Governance costs

	2020	2019
	Group £	Group £
	Charity £	Charity £
Audit costs	103,847	27,760
Trustee expenses	540	8,496
Other expenses	22,710	-
	127,097	36,256

North England Conference of Seventh-day Adventists

Notes to the Financial Statements For the year ended 31 December 2020

10 Net resources expended	Total 2020 £	Total 2019 £
This is stated after charging:		
Depreciation of tangible fixed assets:	169,485	128,108
Reimbursement of expenses to trustees (six trustees in 2020 - six trustees in 2019)	22,710	8,496
Fees payable to the charity's auditor for the audit of the annual accounts	48,900	27,760

11 Staff Costs	Total 2020 £	Total 2019 £
Staff costs were as follows:		
Wages and Salaries	2,812,005	2,853,690
Social Security Costs	263,977	273,829
Other pension Costs	435,554	414,487
	<u>3,511,536</u>	<u>3,542,006</u>

The average number of employees during the year in the following categories were:	2020 no	2019 no
Charitable activities	78	80
Support activities	10	16
Management and administration	3	3
	<u>91</u>	<u>99</u>

No one received remuneration amounting to more than £60,000 during the year (2019: None)

12 Trustees' transactions	2020 £	2019 £
Emoluments paid to six employed trustees (2019: six trustees)		
Key management	133,874	118,818
Other trustees	71,691	69,609
During the year retirement benefits were accruing to five Trustees in respect of pension schemes		
Amounts due by trustees at 31 December		
Key management	524	2,713
Other trustees	-	86
Amounts due to trustees at 31 December		
Key management	-	1,356

North England Conference of Seventh-day Adventists
Notes to the Financial Statements
For the year ended 31 December 2020

13 Tangible Fixed Assets	Freehold Property	Leasehold property	Operational Equipment	Other Fixed Assets	Total
Group Cost					
As at January 1	8,972,530	437,023	584,380	110,007	10,103,940
Additions	218,002	-	10,509	(11,609)	216,902
Disposals	-	-	(1,814)	-	(1,814)
As at December 31	9,190,532	437,023	593,075	98,398	10,319,028
Depreciation					
As at January 1	2,043,945	162,745	325,635	59,258	2,591,583
Charge for Year	120,163	6,614	39,725	4,179	170,681
On Disposals	-	-	(1,197)	-	(1,197)
As at December 31	2,164,108	169,359	364,163	63,437	2,761,067
Net Book Value					
As at January 1	6,928,584	274,278	258,745	50,749	7,512,356
As at December 31	7,026,424	267,664	228,912	34,961	7,557,961
Charity Cost					
As at January 1	8,972,530	437,023	584,380	110,007	10,103,940
Additions	218,002	-	8,695	(11,609)	215,088
Disposals	-	-	-	-	-
As at December 31	9,190,532	437,023	593,075	98,398	10,319,028
Depreciation					
As at January 1	2,043,945	162,745	325,635	59,258	2,591,583
Charge for Year	120,163	6,614	38,528	4,179	169,484
On Disposals	-	-	-	-	-
As at December 31	2,164,108	169,359	364,163	63,437	2,761,067
Net Book Value					
As at January 1	6,928,585	274,278	258,745	50,749	7,512,357
As at December 31	7,026,424	267,664	228,912	34,961	7,557,961

Included in the Freehold Property value are £20,495,000 which represents our pledge on contingent assets in favour of Seventh-day Adventist retirement plan.

The pledged properties are valued bi-annually to meet the regulatory needs of the Pension Protection Fund (PPF).

The PPF requires asset value of at least 140% cover of the pension deficit under their criteria.

For the sake of prudence we incorporate sufficient cover to meet the actual deficit and no more.

North England Conference of Seventh-day Adventists
Notes to the Financial Statements
For the year ended 31 December 2020

14 Stocks

Group		Charity	
2020	2019	2020	2019
£	£	£	£
Departmental supplies	2,299	2,481	-
	<u>2,299</u>	<u>2,481</u>	<u>-</u>

15 Debtors

Group		Charity	
2020	2019	2020	2019
£	£	£	£
Due after more than one year			
Loans owed by employees	13,187	27,685	13,187
	<u>13,187</u>	<u>27,685</u>	<u>13,187</u>
Due within one year			
Trade debtors	4,275	14,307	-
Amounts owed by related charities	5,042	14,354	64,190
Amounts owed by local congregations	168,650	241,666	168,650
Government grants due	398,426	167,147	398,426
Accrued Income	54,813	254,311	54,813
Prepayments	31,271	13,573	31,271
Employees	10,464	34,793	10,464
Other Receivables	103	37,355	103
	<u>673,044</u>	<u>777,506</u>	<u>727,917</u>
Total	<u>686,231</u>	<u>805,191</u>	<u>741,104</u>

North England Conference of Seventh-day Adventists
Notes to the Financial Statements
For the year ended 31 December 2020

16 Creditors: Amounts falling due within one year

	Group		Charity	
	2020	2019	2020	2019
	£	£	£	£
Bank Loans and Overdrafts	86,745	104,312	86,745	104,312
Advances for charitable activities	7,234	16,244	-	-
Due to associated charities	283,898	238,709	283,898	237,872
Due to local congregations	495	837	-	-
Employees	17	2,837	17	2,837
Deferred income	7,421	7,421	7,421	7,421
Taxes payable	58,322	71,567	58,322	71,567
Other Creditors	843,084	97,315	840,953	93,266
	<u>1,287,216</u>	<u>539,242</u>	<u>1,277,356</u>	<u>517,275</u>

Included within Other Creditors is an amount of £776,202 (2019: Nil) in relation to the costs of settlements and associated professional fees, for a number of historic legal claims.

17 Creditors: Amounts falling due after one year

	Group		Charity	
	2020	2019	2020	2019
	£	£	£	£
Bank loans	364,609	404,105	364,609	404,105
Amounts due to related charities	135,781	192,030	135,781	192,030
Other payables	-	10,000	-	10,000
	<u>500,390</u>	<u>606,135</u>	<u>500,390</u>	<u>606,135</u>

Of which amounts falling due after one year, not wholly payable within 5 years

Repayable by instalments	<u>136,975</u>	<u>415,363</u>	<u>136,975</u>	<u>415,363</u>
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North England Conference of Seventh-day Adventists
Notes to the Financial Statements
For the year ended 31 December 2020

18 Statement of Funds (Group)

	Brought Forward £	Incoming Resources £	Resources Expended £	Transfers In / Out £	Carried Forward £
Designated Funds					
Invested in Property	6,505,657	-	(169,484)	634,653	6,970,826
Church Buildings	178,994	-	(88,486)	15,902	106,410
Church development	-	-	-	9,619	9,619
Pension contributions	18,256	-	(25,092)	16,821	9,985
School operating	199,587	-	(33,768)	30,617	196,436
Other Program Funds	345,557	4,934	(29,599)	142,773	463,665
Total Designated Funds	7,248,051	4,934	(346,429)	850,385	7,756,941
General Funds					
Tithe Fund	(2,268,904)	4,708,441	(5,244,920)	39,482	(2,765,901)
Other General Funds	2,552,296	3,241,664	(2,938,386)	(1,217,107)	1,638,467
Total General Funds	283,392	7,950,105	(8,183,306)	(1,177,625)	(1,127,434)
Total Unrestricted Funds	7,531,443	7,955,039	(8,453,532)	(327,240)	6,629,507
Restricted Funds					
Donations for World Missions	8,975	224,932	(238,078)	5,439	1,268
Church Building Funds	72,000	-	-	-	72,000
Local evangelism	78,088	20,007	(85,774)	41,900	54,221
Local Congregational Funds	541,251	1,397,233	(1,145,749)	264,725	1,057,460
Funds for Educational Support	86,301	3,764	10,514	(69,681)	30,898
Radio & TV Funds	88,594	-	-	100,614	189,208
Other operating funds	105,765	3,173	-	(15,757)	93,181
Total Restricted Funds	980,974	1,649,109	(1,459,087)	327,240	1,498,236
Total Funds	8,512,417	9,604,148	(9,912,619)	-	8,127,743

North England Conference of Seventh-day Adventists
Notes to the Financial Statements
For the year ended 31 December 2020

18 Statement of Funds (Charity)

	Brought Forward £	Incoming Resources £	Resources Expended £	Transfers In / Out £	Carried Forward £
Designated Funds					
Invested in Property	6,500,887	-	(169,484)	639,423	6,970,826
Church Buildings	178,994	-	(88,486)	15,902	106,410
Church development	-	-	-	9,619	9,619
Pension contributions	18,256	-	(25,092)	16,821	9,985
School operating	131,788	-	(33,768)	30,617	128,637
Other Program Funds	206,269	4,934	(29,599)	142,773	324,377
Total Designated Funds	7,036,194	4,934	(346,429)	855,155	7,549,854
General Funds					
Tithe Fund	(2,228,478)	4,708,441	(5,244,920)	39,482	(2,725,475)
Other General Funds	2,746,663	3,128,699	(2,762,960)	(1,307,314)	1,805,088
Total General Funds	518,185	7,837,140	(8,007,880)	(1,267,832)	(920,387)
Total Unrestricted Funds	7,554,379	7,842,074	(8,354,309)	(412,677)	6,629,467
Restricted Funds					
Donations for World Missions	8,975	224,932	(238,078)	5,439	1,268
Church Building Funds	72,000	-	-	-	72,000
Local evangelism funds	78,088	20,007	(85,774)	41,900	54,221
Local Congregational Funds	541,252	1,397,233	(1,145,749)	264,724	1,057,460
Radio & TV Funds	88,594	-	-	100,614	189,208
Other operating funds	90,008	3,173	-	-	93,181
Total Restricted Funds	878,917	1,645,345	(1,469,601)	412,677	1,467,338
Total Funds	8,433,296	9,487,419	(9,823,910)	-	8,096,805

**North England Conference of Seventh-day Adventists
Notes to the Financial Statements
For the year ended 31 December 2020**

19 Analysis of net assets between funds	Unrestricted Funds £	Restricted Funds £	Total 2020 £	Total 2019 £
Tangible fixed assets	7,557,961	-	7,557,961	7,512,358
Current Assets	859,152	1,498,236	2,357,388	2,145,440
Creditors due within one year	(1,287,216)	-	(1,287,216)	(539,242)
Creditors due in more than one year	(500,390)	-	(500,390)	(606,135)
Total Funds	6,629,507	1,498,236	8,127,743	8,512,421

20 Net cash flow from operating activities	2020 £	2019 £
Net incoming resources before revaluations	(384,674)	701,539
Returns on investments & servicing of finance	16,050	(11,844)
Depreciation of tangible fixed assets	170,681	128,108
Bad debts	6,903	-
Deficit / Surplus on disposal of fixed assets	-	(378,461)
Decrease / (Increase) in stocks	182	(181)
Decrease in debtors	112,057	234,932
Increase in creditors	786,018	149,901
	707,217	823,994

21 Dividends, interest and rents from investments	2020 £	2019 £
Interest received	5,588	11,843
Interest paid	(21,638)	(28,346)
Net cash inflow from returns on investments and servicing of finance	(16,050)	(16,503)

North England Conference of Seventh-day Adventists
Notes to the Financial Statements
For the year ended 31 December 2020

22 Related party transactions

The charity is affiliated to the British Union Conference of Seventh-day Adventists (a registered charity), based in Stanborough Park, Garston Watford, Herts, WD25 9JZ, and with which the charity has a tithe-sharing agreement.

	British Union Conference	Total 2020	Total 2019
	£	£	£
Tithe-sharing grants received	51,000	51,000	51,000
Other Grants Received	-	-	68,939
Tithe-sharing grants made	977,991	977,991	1,069,398
Tithe-sharing for Pension Deficit	611,244	611,244	655,006
Amounts due by charity < 1 year	255,458	255,458	189,616
Loans due by charity < 1 year	58,440	58,440	25,644
Loans due by charity > 1 year	<u>222,256</u>	<u>222,256</u>	<u>214,642</u>

23 Other related entities

	Country	Description
Seventh-day Adventist Association Ltd Garston, Watford, Hertfordshire	Charity No. 209780 Company No. 89953	Titular holder of property (Trustees are appointed by BUC executive committee)