

AINSDALE EVANGELICAL CHURCH TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

AINSDALE EVANGELICAL CHURCH TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees Geoff Farnell
Steve Fazakerley
Beverley Gordon Kelly
Rev James Jacob Prasch
Dr Alec Raeburn Passmore
Raymond Cousins

Charity number 1075011

Principle address 23 Longton Drive
Formby
L37 7ET

Registered office J A Fell & Co
40 Hoghton Street
Southport
Merseyside
PR9 0PQ

AINSDALE EVANGELICAL CHURCH TRUST

CONTENTS

	Page
Trustees report	1 - 2
Independent examiner's report	3
Statement of financial activities	4
Balance sheet	5
Notes to the financial statements	6 - 11

AINSDALE EVANGELICAL CHURCH TRUST

TRUSTEES REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees present their report and financial statements for the year ended 31 December 2020.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Ainsdale Evangelical Church Trust's Deed of Trust, the Charities Act 2011 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) (effective 1 January 2015)"

Objectives and activities

The Ainsdale Evangelical Church Trust's objects are to advance the Christian Faith in accordance with the teaching of the Bible; to assist persons in need and to serve charitable purposes.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Ainsdale Evangelical Church Trust should undertake.

Achievements and performance

In common with many churches and other organisations Ainsdale Evangelical Church has had a difficult year. Since March 2020 we have been unable to use our rented premises due to a combination of lock down measures and substantial maintenance being carried out in these premises. We introduced a YouTube channel with music and sermons prepared in homes. Midweek meetings were conducted on line.

After some months of trying to find premises we managed to rent a local building for Sunday Worship and an occasional extra meeting when conditions allowed. The midweek meeting is currently still on line.

The main ministry of the church carried on using temporary communications until it was possible to meet in person. Adequate funds have been received and some expenses were reduced due to fewer meetings and the inability to have visiting speakers. Door to door distribution of literature has been conducted and in person evangelism when this became possible. Ministerial aid and support has been provided where necessary.

We have continued to support overseas missions involving the funding of practical projects in Burkina Faso such as support for homeless people suffering from terrorist activities. 55% of income continues to be directed to mission activities, with increasing amounts being directed to immigrant believers suffering from persecution and currently being supported and housed in Greece.

Our mum and toddler group has had to be closed down primarily due to Covid restrictions and staff unavailability. We look forward to future opportunities to help the people of Ainsdale.

Financial review

The financial results for the year are shown on page 4 to 5. The trustees aim to ensure that the level of reserves held at any time would be sufficient to enable the charity to continue for the short term in the event of any significant fall in income.

The Trustees has assessed the major risks to which the Ainsdale Evangelical Church Trust is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

It is the policy of the Ainsdale Evangelical Church Trust that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the Ainsdale Evangelical Church Trust's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

AINSDALE EVANGELICAL CHURCH TRUST

TRUSTEES REPORT (CONTINUED)

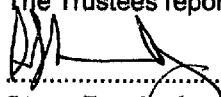
FOR THE YEAR ENDED 31 DECEMBER 2020

Structure, governance and management

The Trustees who served during the year were:

Geoff Farnell
Steve Fazakerley
Beverley Gordon Kelly
Rev James Jacob Prasch
Dr Alec R Passmore
Raymond Cousins

The Trustees report was approved by the Board of Trustees.


.....
Steve Fazakerley

16/8/21
.....
Date

AINSDALE EVANGELICAL CHURCH TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF AINSDALE EVANGELICAL CHURCH TRUST

I report to the Trustees on my examination of the financial statements of Ainsdale Evangelical Church Trust (the Ainsdale Evangelical Church Trust) for the year ended 31 December 2020.

Responsibilities and basis of report

As the Trustees of the Ainsdale Evangelical Church Trust you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the Ainsdale Evangelical Church Trust's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

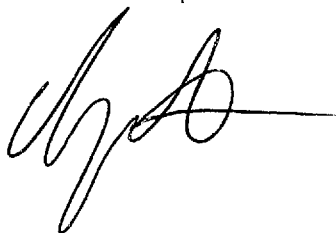
Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the Ainsdale Evangelical Church Trust as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.



O J Grills Esq FCA
J A Fell & Co
Chartered Accountants
40 Hoghton Street
Southport
PR9 0PQ

Dated: 15/9/21

AINSDALE EVANGELICAL CHURCH TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
Income from:							
Donations and legacies	2	27,337	920	28,257	32,741	420	33,161
Investments	3	928	-	928	1,454	-	1,454
Total income		28,265	920	29,185	34,195	420	34,615
Expenditure on:							
Charitable activities	4	48,823	1,405	50,228	38,891	225	39,116
Net outgoing resources before transfers		(20,558)	(485)	(21,043)	(4,696)	195	(4,501)
Gross transfers between funds		(120)	120	-	-	-	-
Net expenditure for the year/ Net movement in funds		(20,678)	(365)	(21,043)	(4,696)	195	(4,501)
Fund balances at 1 January 2020		123,808	365	124,173	128,504	170	128,674
Fund balances at 31 December 2020		103,130	-	103,130	123,808	365	124,173

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

All income and expenditure derive from continuing activities.

AINSDALE EVANGELICAL CHURCH TRUST

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	7		4,121		4,350
Current assets					
Debtors	8	5,066		6,276	
Cash at bank and in hand		95,163		115,494	
		<u>100,229</u>		<u>121,770</u>	
Creditors: amounts falling due within one year	9	<u>(1,220)</u>		<u>(1,947)</u>	
Net current assets			99,009		119,823
Total assets less current liabilities			<u>103,130</u>		<u>124,173</u>
Income funds					
Restricted funds	10		-		365
Unrestricted funds			103,130		123,808
			<u>103,130</u>		<u>124,173</u>

The accounts were approved by the Trustees on 16/8/21


Steve Fazekarley

AINSDALE EVANGELICAL CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Charity information

Ainsdale Evangelical Church Trust is a registered Charity with the Charity Commission.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Ainsdale Evangelical Church Trust's [governing document], the Charities Act 2011 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 2016). The Ainsdale Evangelical Church Trust is a Public Benefit Entity as defined by FRS 102.

The Ainsdale Evangelical Church Trust has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the Ainsdale Evangelical Church Trust. Monetary amounts in these financial statements are rounded to the nearest £.

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

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Ainsdale Evangelical Church Trust 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 unless the funds have been designated for other purposes.

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 Ainsdale Evangelical Church Trust.

1.4 Incoming resources

Income is recognised when the Ainsdale Evangelical Church Trust 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 Ainsdale Evangelical Church Trust 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.

AINSDALE EVANGELICAL CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the Ainsdale Evangelical Church Trust has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

1.5 Tangible fixed assets

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

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

Fixtures and fittings	4 years Straight Line
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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.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.6 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.

AINSDALE EVANGELICAL CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

2 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2020 £	2020 £	2020 £	2019 £	2019 £	2019 £
Donations and gifts	22,482	920	23,402	26,465	420	26,885
Other	4,855	-	4,855	6,276	-	6,276
	<u>27,337</u>	<u>920</u>	<u>28,257</u>	<u>32,741</u>	<u>420</u>	<u>33,161</u>

3 Investments

	Unrestricted funds	Unrestricted funds
	2020 £	2019 £
Interest receivable	928	1,454
	<u>928</u>	<u>1,454</u>

AINSDALE EVANGELICAL CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

4 Charitable activities

	General Charitable Expenditure	Philippines	Burkina Faso	Total 2020	Total 2019
	£	£	£	£	£
Depreciation and impairment	1,374	-	-	1,374	550
Rental of halls	1,712	-	-	1,712	5,964
Insurance	291	-	-	291	291
Legal	313	-	-	313	301
Repairs & Consumables	369	-	-	369	294
Administration & Emergency	154	-	210	364	380
Tithes & Donations	12,396	-	-	12,396	14,168
Ministry	1,935	1,000	-	2,935	5,795
Youth Ministry	97	-	-	97	183
Flowers & Gifts	28,306	-	-	28,306	7,037
Social events & refreshments	62	-	-	62	368
Teaching & Study	1,000	-	-	1,000	1,569
Moriel / PWMI / Christmas Boxes	-	-	-	-	1,472
Independent Examination	814	-	-	814	744
Postage & packaging	-	-	195	195	-
	<u>48,823</u>	<u>1,000</u>	<u>405</u>	<u>50,228</u>	<u>39,116</u>
	<u>48,823</u>	<u>1,000</u>	<u>405</u>	<u>50,228</u>	<u>39,116</u>
Analysis by fund					
Unrestricted funds	48,823	-	-	48,823	38,891
Restricted funds	-	1,000	405	1,405	225
	<u>48,823</u>	<u>1,000</u>	<u>405</u>	<u>50,228</u>	<u>39,116</u>

5 Trustees

Geoff Farnell Esq, Trustee and the Pastor was paid an honorarium of £1,000 (2019 - £1,000) during the year.

6 Employees

There were no employees during the year.

AINSDALE EVANGELICAL CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

7 Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 January 2020	20,463
Additions	1,145
At 31 December 2020	21,608
Depreciation and impairment	
At 1 January 2020	16,113
Depreciation charged in the year	1,374
At 31 December 2020	17,487
Carrying amount	
At 31 December 2020	4,121
At 31 December 2019	4,350

8 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Trade debtors	5,066	6,276

9 Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	452	1,225
Accruals and deferred income	768	722
	1,220	1,947

AINSDALE EVANGELICAL CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

10 Restricted funds

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

	Balance at 1 January 2020	Movement in funds			Balance at 31 December 2020
	£	Offerings / Tithes received £	Resources expended £	Transfers £	£
Burkina Faso	195	210	(405)	-	-
Phillipines	170	710	(1,000)	120	-
	<u>365</u>	<u>920</u>	<u>(1,405)</u>	<u>120</u>	<u>-</u>

11 Analysis of net assets between funds

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
Fund balances at 31 December 2020 are represented by:						
Tangible assets	4,121	-	4,121	4,350	-	4,350
Current assets/ (liabilities)	99,009	-	99,009	119,093	365	119,823
	<u>103,130</u>	<u>-</u>	<u>103,130</u>	<u>123,443</u>	<u>365</u>	<u>124,173</u>