

Charity registration number 1107967

Company registration number 5247784 (England and Wales)

THE LEADERS OF WORSHIP AND PREACHERS TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

THE LEADERS OF WORSHIP AND PREACHERS TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	John Griffiths David Latter David Tuckett Harvey Kwiyani (appointed 23 March 2022) Jane Lloyd (appointed 23 March 2022)
Secretary	Ian Buchanan
Charity number	1107967
Company number	5247784
Registered office	Unit 14 Orbital 25 Business Park Dwight Road Watford Hertfordshire WD18 9DA
Independent examiner	Gary Howard FCA Howard Wilson Chartered Accountants 36 Crown Rise Watford Hertfordshire WD25 0NE
Solicitors	Stone King LLP Boundary House 91 Charterhouse Street London EC1M 6HR
Investment advisors	Coutts & Co. 440 Strand London WC2R 0QS

THE LEADERS OF WORSHIP AND PREACHERS TRUST

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THE LEADERS OF WORSHIP AND PREACHERS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2022

The trustees present their annual report and financial statements for the year ended 31 August 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles of Association, 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) (effective 1 January 2019)".

Objectives, aims and activities

Charitable objects

The objects of The Leaders of Worship and Preachers Trust (LWPT), as laid out in the Memorandum, are:

- 1 to advance Christian religion by:
 - (i) supporting training, education and pastoral care of those leading worship and preaching;
 - (ii) developing and publishing resources and materials to assist those leading worship and preaching in carrying out their duties.
- 2 to assist those, in financial or other need, who are involved in leading Christian worship and preaching, whether active, retired or in training and their widows, widowers, parents, parents in law, children and other dependants, including the provision of housing, treatment, care, advice and advocacy.

Aims of charity

LWPT is an ecumenical charity which aims to achieve its objectives by providing resources for those involved in preaching, by supporting training opportunities for those involved in preaching and by offering a grant programme of vocational and hardship grants.

Main objectives for the year

- 1 To increase LWPT's supporter base
- 2 To increase resources provision
- 3 To develop training opportunities
- 4 To grow the grant making programme

Strategies for achieving objectives

LWPT is an organisation that has undergone a significant period of change. Over the last few years it has gradually focused on three areas of work that are designed to develop Christian leaders (lay and clerical) in UK churches via: [1] PREACHING development, [2] supporting RESOURCES and [3] SCHOLARSHIP grants. The key strategies for the year will be:

- 1 Building on the previous year's team building and vision setting activities, the Trustees and staff will work together to finalise a three-year strategy for LWPT in terms of direction, activity and resources.
- 2 LWPT is primed to support those whose ministry focuses on Bible teaching both those at the start of their vocation and those that are more experienced. To ensure that the organisation truly reaches all denominations LWPT will actively seek to work in informal and formal partnerships with other Christian charities and institutions.
- 3 LWPT staff will work to publicise the grant making programme and a key emphasis will be with developing lay and clerical leaders through formal training at recognised UK based learning institutions.
- 4 Financial vigilance is paramount in ensuring that the organisation is run well. A full financial review of activities, incoming and outgoing resources will be carried out to ensure that the charity is maximising all opportunities.

THE LEADERS OF WORSHIP AND PREACHERS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

How we assess success against our objectives

All the work that we carry out meets our charitable objective and we measure the success by ensuring that our materials are made available to all that need or require them, by publicising our work through adopting a comprehensive marketing strategy and by delivering a comprehensive grants programme to all those that meet the criteria for LWPT grants. Financial viability is of importance and we aim to achieve a budget that meets future commitments.

Statement on compliance with Charity Commission guidance on public benefit

When deciding on activities and events, LWPT's Trustees pay due regard to the Charity Commission's guidance on public benefit as set out in section 17 of the Charities Act 2011 and the published advice of the Charity Commission.

Strategic report

The description under the headings "Achievements and performance" and "Financial review" meets the company law requirements for the trustees to present a strategic report.

Achievements and performance

Charitable achievements

- 1 The charity consolidated the staff team, several of whom had been recruited in the previous year. Several job functions had been restructured or amalgamated into other roles and the team now consists of the Chief Executive, Editor & Content Manager, Marketing and Membership Manager, Office Manager and Membership and Office Administrator.
- 2 During the year a number of activities were undertaken to increase LWPT's presence on social media platforms. A key driver for this has been to increase our presence on social media using Twitter, Instagram and Facebook. A programme of regular tweets and posts included Christian comments on topical subjects, promotional messages and updates on all LWPT's activities.
- 3 The Membership scheme, which was launched in 2016, has three donation tiers and donors are able to give monthly or annually via a variety of payment methods. In return for their financial gift, donors receive Preach magazine, the charity newsletter Ichthus and also a variety of other benefits. The key focus has been to track statistics in terms of new members and membership retention.
- 4 LWPT attended and sponsored the annual MET (Methodist Evangelicals Together) in October 2022. This allows us to present the case for supporting LWPT to people who value the development of the next generation of UK church based leaders in the UK. Post-pandemic we are also able to return to visiting churches in the UK where the case for local and national support of Christian leaders, lay and clerical, can be presented.
- 5 Across the financial year 2021/22, 4 editions of LWPT's key resource, Preach were produced. These focused on the themes of Winter 2021, issue 29: What is so great about the Old Testament [landed November], Spring 2022, issue 30: Welcome the stranger [landed February], Summer 2022, issue 31: What is joy? [landed May] and Autumn 2022, issue 32: Disability [landed August]. The Editor and Content Manager continues to expand our offering to supporters and beneficiaries with the addition of webinars, an annual sermon competition, study guides (known as Bible Month) with the release of another one in the series (Book of Isaiah), liturgically linked diaries and enews letters updating supporters on regular online offerings.
- 6 LWPT continues to focus its efforts on all denominations in the UK. But our work tends to draw in those churches that take the Bible, preaching and outreach seriously. With the continued shrinkage of the Church in the UK we consider that the 21st century is our time. With more and more churches needing to develop lay as well as clerical leadership, we want to help. Through the development of their Bible teaching skills, resources that support local ministry and then the offer to take up a scholarship grant for further training LWPT hopes to strengthen local congregations through leaders who are well-equipped for local ministry.

THE LEADERS OF WORSHIP AND PREACHERS TRUST

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

FOR THE YEAR ENDED 31 AUGUST 2022

- 7 LWPT continues to keep updated in terms of GDPR management. To ensure that good practice in terms of data collection and retention has been carried out, all contacts on the database whose records indicate have not actively donated or supported the Membership scheme were contacted to clarify their wishes concerning remaining on the database. In accordance with GDPR regulations we only contact people online if they have opted in to further communications.
- 8 The Vocational Grants programme (scholarships) received increased applications across the year. We are now receiving more applications than we are able to give grants to. However, not all applicants are able to meet our requirements, but even so, those that do we are finding that we still lack adequate funds. With this in mind we have increased our requests to trusts for grants; we have set-aside an extra £30,000 of LWPT funds; we have also increased our grants to £2,000 for tuition and £500 for books/resources. We plan to push advertising for applications as well as requests from individuals and churches for this programme.
- 9 The Sermon of the Year event was taken online with our sponsors in 2020/21 due to the Covid pandemic. We continued this event in 2021/22. An independent assessor evaluates all the written entries and draws up a top ten shortlist who would all feature in the accompanying book. The final event was well attended and the judging panel were extremely impressed by the preaching delivered. If the event had remained a physical event, we were hoping to get 150 to attend. Since it moved online we were able to share the event with 3,000 to 4,000 viewers.

Fundraising achievements

LWPT has raised the importance of appeals for keeping our supporter's prayers, time and money support up-to-date. We are also developing a "regular giving programme" that will allow a growing number of new supporters to support LWPT on a monthly basis. This will allow us to grow regular giving and reduce occasional appeals. We have also been successful at raising grants from UK based trusts for the growth of our investment in the scholarship programmes.

Investment performance

The Trustees appointed Coutts as the charity's investment managers in 2010. The investment policy is normally reviewed on an annual basis, last reviewed December 2022, when the investment manager reports investment performance to the Trustees.

LWPT pursues a policy of ethical investment. The fund managers are instructed to invest in investments that will maximise income returns within the ethical policy. Major changes in financial markets notwithstanding, the investment returns during the year have been satisfactory.

Financial review

The financial performance has been satisfactory in the period being reported and the level of donations from supporters has remained sound, we remain truly grateful to all those that donate to LWPT.

During the year, the charity received legacy income of £524,422 (2021: £126,576), of which £463,841 (2021: £61,166) was for LWPT general funds and £60,581 (2021: £65,410) was in respect of the Methodist Local Preachers Mutual Aid Association (LPMA) restricted fund. We give grateful thanks to those who have remembered LWPT and LPMA in this way.

The Trustees believe that growing revenue more than covers expenditure and that, over and above a contingency buffer, some of these reserves could be used for appropriate activities.

The budget for 2022/23 has been approved by the Trustee Board and is subject to regular monitoring and review.

THE LEADERS OF WORSHIP AND PREACHERS TRUST

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

FOR THE YEAR ENDED 31 AUGUST 2022

LWPT is responsible for 10% of the deficit owned by the LPMA Pension scheme which is a closed defined benefit pension scheme. The Trustees of the pension scheme have agreed with the employers a plan to remove the pension deficit from the companies operating surpluses. The pension deficit is carefully monitored by Broadstone who as well as administering the pension, provide investment advice for the Trustees. The recovery plan is reviewed formally by the Trustees at each pension valuation and takes regard of the need for an expeditious recovery whilst not damaging the viability of the charitable companies. In line with the actuarial review during 2017, the Trustees agreed to increase monthly contributions towards the deficit payments from 1 April 2022 to £1,452 per month.

From the middle of August 2019, LWPT were advised that they needed to fund a further liability relating to the MLPMAA Pension Fund, due to the fund not being closed appropriately in 2003. LWPT needed to assign up to £115,000 from its funds. The rectification process was completed in November 2022.

In order to present a clear picture as to the financial development of LWPT, some metrics have been introduced for key areas and these will be reviewed throughout the year:

Key performance indicators	2022	2021	2020	Change 2021 to 2022	Change 2020 to 2021
	£	£	£	%	%
Voluntary donations received	165,744	191,394	207,321	-13.40	-7.70
Expenditure (running costs and overheads)	334,006	334,856	300,885	-0.01	+11.30
Vocational grants made	24,050	21,282	21,446	+13.00	-0.01
Hardship grants made	9,350	1,000	3,800	+835.00	-73.70
Grants made to charities from LPMA funds	650	6,150	-	-89.40	+100.00
Pension rectification costs from LPMA funds	-	-	70,000	-100.00	-100.00
Legacies received by LWPT	463,841	61,166	224,883	+658.30	-72.80
Legacies received by LPMA	60,581	65,410	144,805	-0.07	-54.80

Future Plans for 2022-23

- 1 To continue producing four editions of Preach across the year engaging a range of writers representing different Christian denominations focusing on a variety of themes guided by the Editorial Board.
- 2 To grow the Membership scheme through advertising and attendance at relevant events with a target of 400 new members.
- 3 To increase the number of downloadable preaching resources available on the websites.
- 4 To develop partnerships with organisations who are putting on preaching events, as well as provide resources for attendees.
- 5 To continue growing the Vocational Grants programme and developing ongoing relationships with grantees and their linked church. This is a fast growing aspect of our ministry and one that appears to be greatly needed by churches who need to depend ever more on well trained lay and clerical leaders.
- 6 To build relationships with training colleges.
- 7 To have a staff and Trustee away day so that a long-term strategic plan can be produced. This is planned for July 2023.
- 8 To develop a new website and sponsorship programme that encourages a growing desire to see well trained and resourced leaders in churches across the UK.
- 9 To expand our offering to beneficiaries as they seek to be better equipped for local church ministry in the UK.

THE LEADERS OF WORSHIP AND PREACHERS TRUST

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

FOR THE YEAR ENDED 31 AUGUST 2022

LPMA Funds

The LWPT Trustees are de facto the Trustees of LPMA. LPMA is a shell charity, being the original charity, which agreed the formation of LWPT. Funds that come to LPMA are held by LWPT as restricted funds and are only spent according to the original objectives of LPMA. These funds mainly comprise of legacies made by longstanding supporters. All requests for funding are considered by the Trustees and must be made by a letter of application and due to LWPT's past relationship with LWPHomes, applications for funding of their eligible projects are encouraged. During 2018-19 a new grant scheme was launched to distribute the funds in a more efficient manner.

Reserves Policy

The Trustees consider that the unrestricted reserves should be maintained at a level equivalent to at least 3 month's running costs to enable an orderly wind down in the event of the charity's closure. This amount would currently be £89,850 (2021: £84,250); current reserves are at the required level.

Our total reserves are:	1,241,481
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Of which:

Amount restricted to donor nominated purposes	350,064
Amount available to meet current operations	705,251
Amount required to fund pension deficit	186,166

The level of reserves held at 31 August 2022 is shown on the Balance Sheet.

Risk management

The Trustees have agreed procedures which address internal risks that the charity may face. These include processes for the authorisation of financial transactions and record keeping which are carried out by the staff on a day to day basis. In addition, the Trustees have considered other risks where the charity may be exposed and have taken steps to mitigate these risks. These risks include damage to reputation, criminal acts, data loss, health and safety, investment performance, changes in personnel and funding sources. All staff receive training in GDPR procedures and are aware of the importance of keeping personal data safely and they understand the steps that must be taken should there be a breach of data protection.

Structure, governance and management

The Company was incorporated as a company limited by guarantee on 1 October 2004 and as such has no share capital. It is governed by a Memorandum and Articles of Association which was reviewed and updated in August 2014.

The Company was registered as a charity on 4 February 2006 by the Charity Commission for England and Wales.

The Directors of the charitable company ('the charity') are its Trustees for the purpose of charity law and throughout this report are referred to as the Trustees. A list of the Trustees is given on the Legal and Administration page 1 of the financial statements. Trustees may hold office for a term of up to three years from the date of his or her appointment. One third (or the number nearest to one third) of the Trustees must retire at each AGM with those longest in office retiring first. Eligible Trustees may be reappointed for a maximum of three, three year terms after which there must be a one year break before reappointment.

Trustees, when complete, shall consist of at least three and not more than eight persons appointed as follows:

- one person appointed by the Methodist Council;
- one person appointed by the Wesleyan Reform Union;
- up to three persons elected by the Members by ordinary resolution at an AGM, or by postal or electronic ballot in accordance with Article 12; and
- up to three persons appointed by other Local Ecumenical Partnerships invited by the Trustees to make appointments.

THE LEADERS OF WORSHIP AND PREACHERS TRUST

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

FOR THE YEAR ENDED 31 AUGUST 2022

To ensure that Trustees from a wide range of backgrounds are recruited, vacant positions are advertised on free volunteer recruitment sources such as Do-it.org and the NVCO Trustee bank. Potential Trustees first meet with senior LWPT staff and then are invited to meet with Trustees.

New Trustees are provided with copies of the Charity Commission leaflets CC3 & CC3a and key LWPT documents including the Memorandum and Articles of Association. All Trustees are advised of free training opportunities through companies such as Stone King.

All LWPT Trustees are volunteers and the only payment they receive is for "out of pocket" expenses such as travel expenses.

Policy decisions concerning the charity are made by the Trustees as a whole and they delegate the day to day running of the charity to the Chief Executive.

Statement of trustees' responsibilities

The trustees, who are also the directors of The Leaders of Worship and Preachers Trust 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 charitable company 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 charitable company 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 charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

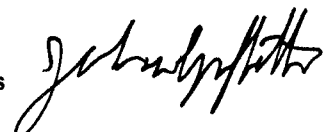
The trustees' report was approved by the Board of Trustees.



David Latter
Trustee

Dated: 22 March 2023

John Griffiths
Trustee



THE LEADERS OF WORSHIP AND PREACHERS TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2022

The trustees, who are also the directors of The Leaders of Worship and Preachers Trust 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 charitable company 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 charitable company 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 charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE LEADERS OF WORSHIP AND PREACHERS TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE LEADERS OF WORSHIP AND PREACHERS TRUST

I report to the trustees on my examination of the financial statements of The Leaders of Worship and Preachers Trust (the charitable company) for the year ended 31 August 2022.

Responsibilities and basis of report

As the trustees of the charitable company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charitable company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charitable company's financial statements carried out under section 145 of the Charities Act 2011 (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

Since the charitable company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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 charitable company as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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.



Gary Howard FCA

Howard Wilson Chartered Accountants
36 Crown Rise
Watford
Hertfordshire
WD25 0NE

Dated: 27 March 2023

THE LEADERS OF WORSHIP AND PREACHERS TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2022

Current financial year

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Total 2021 £
<u>Income and endowments from:</u>					
Donations and legacies	3	629,359	60,807	690,166	317,970
Charitable activities	4	23,533	-	23,533	14,933
Other trading activities	5	19,475	-	19,475	19,501
Investments	6	13,104	772	13,876	37,007
Other income	7	-	-	-	3,000
Total income		685,471	61,579	747,050	392,411
<u>Expenditure on:</u>					
Raising funds	8	38,136	-	38,136	25,828
Charitable activities	9	359,781	8,695	368,476	363,288
Total expenditure		397,917	8,695	406,612	389,116
Net gains/(losses) on investments	12	(27,576)	-	(27,576)	16,610
Net income / (expenditure) for the year		259,978	52,884	312,862	19,905
<u>Other recognised gains and losses</u>					
Actuarial gain on defined benefit pension schemes		46,867	-	46,867	8,976
Net movement in funds		306,845	52,884	359,729	28,881
Fund balances at 1 September 2021		584,572	297,180	881,752	852,871
Fund balances at 31 August 2022		891,417	350,064	1,241,481	881,752

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

All income and expenditure derive from continuing activities.

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

THE LEADERS OF WORSHIP AND PREACHERS TRUST

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2022

Prior financial year

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
<u>Income and endowments from:</u>				
Donations and legacies	3	252,434	65,536	317,970
Charitable activities	4	14,933	-	14,933
Other trading activities	5	19,501	-	19,501
Investments	6	36,362	645	37,007
Other income	7	3,000	-	3,000
Total income		326,230	66,181	392,411
<u>Expenditure on:</u>				
Raising funds	8	25,828	-	25,828
Charitable activities	9	354,746	8,542	363,288
Total expenditure		380,574	8,542	389,116
Net gains/(losses) on investments	12	16,610	-	16,610
Net income / (expenditure) for the year		(37,734)	57,639	19,905
<u>Other recognised gains and losses</u>				
Actuarial gain on defined benefit pension schemes		8,976	-	8,976
Net movement in funds		(28,758)	57,639	28,881
Fund balances at 1 September 2021		613,330	239,541	852,871
Fund balances at 31 August 2022		584,572	297,180	881,752

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

All income and expenditure derive from continuing activities.

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

THE LEADERS OF WORSHIP AND PREACHERS TRUST

BALANCE SHEET

AS AT 31 AUGUST 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Investment properties	13		-	200,000	
Investments	14		301,133	393,001	
			<u>301,133</u>	<u>593,001</u>	
Current assets					
Debtors	16	12,246		43,780	
Cash at bank and in hand		1,152,994		590,315	
		<u>1,165,240</u>		<u>634,095</u>	
Creditors: amounts falling due within one year	17	(38,726)		(18,344)	
Net current assets			1,126,514		615,751
Total assets less current liabilities			<u>1,427,647</u>		<u>1,208,752</u>
Provisions for liabilities			(186,166)		(327,000)
Net assets			<u>1,241,481</u>		<u>881,752</u>
Income funds					
Restricted funds	20		350,064		297,180
<u>Unrestricted funds</u>					
General unrestricted funds		1,077,583		851,675	
Revaluation reserve		-		59,897	
Pension reserve		<u>(186,166)</u>		<u>(327,000)</u>	
			891,417		584,572
			<u>1,241,481</u>		<u>881,752</u>

THE LEADERS OF WORSHIP AND PREACHERS TRUST

BALANCE SHEET (CONTINUED)

AS AT 31 AUGUST 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 August 2022.

The directors/trustees 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 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 22 March 2023



David Latter
Trustee

John Griffiths
Trustee



Company Registration No. 5247784

THE LEADERS OF WORSHIP AND PREACHERS TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	24		284,511		(74,970)
Investing activities					
Proceeds on disposal of investment property		200,000		-	
Purchase of other investments		(250,284)		(194,477)	
Proceeds on disposal of other investments		314,576		190,245	
Investment income received		13,876		37,007	
Net cash generated from investing activities			278,168		32,775
Net cash used in financing activities			-		-
Net increase/(decrease) in cash and cash equivalents			562,679		(42,195)
Cash and cash equivalents at beginning of year			590,315		632,510
Cash and cash equivalents at end of year			1,152,994		590,315

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

Charity information

The Leaders of Worship and Preachers Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Unit 14 Orbital 25 Business Park, Dwight Road, Watford, Hertfordshire, WD18 9DA.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's Memorandum and Articles of Association, 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) (effective 1 January 2019)". The charitable company is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. 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 charitable company 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 charitable company.

1.4 Income

The charity's policy is to recognise all income on a receivable basis.

Donations are recognised in the financial statements when the charity becomes beneficially entitled to the income. Where claimable, this also includes Gift Aid reclaimed.

Legacies are included in the financial statements when receivable, when there is notification from the personal representatives of the amount, or when there is sufficient documentation to allow a reasonable estimate of the amount to be received.

This includes pecuniary legacies with a life interest held by another party. In some cases this may result in the income being accrued for many years before actual receipt of the cash. In the case of residual legacies, income is not accounted for until the estate's accounts are finalised or the income has been received by The Leaders of Worship and Preachers Trust as it is only then that the amount can be reliably ascertained.

Investment income is accounted for on an accruals basis.

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

A monetary value of services provided by the volunteers is not included in the Statement of Financial Activities.

1.5 Expenditure

The charitable company also makes vocational grants which support the training and education costs of those leading worship and preaching. These grants are made in response to applications for support which are assessed and awarded. Payment is made after taking up references. The grants are made in support of the primary objects of the charitable company.

The charitable company makes hardship grants to individuals in response to certified applications. The grants are also made in support of the primary objects of the charitable company.

Grants are made from LPMA restricted funds to organisations and individuals who meet the objects as set out in the LPMA rule book on an application and assessment basis.

Expenditure is included in the Statement of Financial Activities on an accruals basis inclusive of VAT.

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:

Fixtures and fittings	over 5 years
Computers	over 3 years

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

1.8 Fixed asset investments

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

1.9 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.

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

1.10 Financial instruments

The charitable company 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 charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Provisions

Provisions are recognised when the charitable company has a legal or constructive present obligation as a result of a past event, it is probable that the charitable company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in net income/(expenditure) in the period in which it arises.

1.12 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 charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

1.13 Retirement benefits

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

2 Critical accounting estimates and judgements

In the application of the charitable company'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	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022 £	2022 £	2022 £	2021 £	2021 £	2021 £
Donations and gifts	165,518	226	165,744	191,268	126	191,394
Legacies receivable	463,841	60,581	524,422	61,166	65,410	126,576
	<u>629,359</u>	<u>60,807</u>	<u>690,166</u>	<u>252,434</u>	<u>65,536</u>	<u>317,970</u>

4 Charitable activities

	2022 £	2021 £
Ancillary trading income	<u>23,533</u>	<u>14,933</u>

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

4 Charitable activities

(Continued)

For the year ended 31 August 2021

	2021 £
Ancillary trading income	14,933
Analysis by fund	
Unrestricted funds	14,933

5 Other trading activities

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Merchandising income	19,475	19,501

6 Investments

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Rental income	6,329	-	6,329	30,860	-	30,860
Dividends and fixed interest	5,047	645	5,692	5,412	625	6,037
Interest receivable	1,728	127	1,855	90	20	110
	13,104	772	13,876	36,362	645	37,007

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

7 Other income

	Total	Unrestricted funds
	2022	2021
	£	£
Other income	-	3,000

8 Raising funds

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
<u>Fundraising and publicity</u>		
Advertising	3,817	4,617
Other fundraising costs	28,715	15,901
	<u>32,532</u>	<u>20,518</u>
<u>Fundraising and publicity</u>		
Trading costs		
Other trading activities	4,309	4,092
	<u>1,295</u>	<u>1,218</u>
<u>Investment management</u>		
	<u>38,136</u>	<u>25,828</u>

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

9 Charitable activities

	2022 £	2021 £
Staff costs	162,540	153,099
Other staff costs	7,046	2,250
Grants and financial assistance	34,050	28,561
Premises costs	20,046	20,229
Repairs and maintenance costs	4,925	1,816
Office costs	8,726	8,519
Computer costs	13,679	13,625
Printing resources	62,184	56,876
Travel and subsistence costs	2,924	615
General expenses	2,720	858
Legal and professional costs	43,027	70,250
Bank charges and other finance costs	4,100	4,752
Governance costs	2,509	1,838
	<u>368,476</u>	<u>363,288</u>
Analysis by fund		
Unrestricted funds	359,781	
Restricted funds	8,695	
	<u>368,476</u>	
Unrestricted funds		354,746
Restricted funds		8,542
		<u>363,288</u>

Governance costs comprise independent examiners fees £1,800 (2021: £1,800), trustee meeting costs £709 (2021: £38). In addition the independent examiners charged £3,420 (2021: £4,500) for accountancy and advisory services.

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charitable company during the year.

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

11 Employees

Number of employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Administrative	6	6

Employment costs

	2022 £	2021 £
Wages and salaries	141,391	135,430
Social security costs	9,173	8,316
Other pension costs	11,976	9,353
	<u>162,540</u>	<u>153,099</u>

There were no employees whose annual remuneration was £60,000 or more.

12 Net gains/(losses) on investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Revaluation of investments	(14,112)	36,402
Gain/(loss) on sale of investments	(13,464)	5,208
Revaluation of investment properties	-	(25,000)
	<u>(27,576)</u>	<u>16,610</u>

13 Investment property

	2022 £
Fair value	
At 1 September 2021	200,000
Disposals	(200,000)
	<u>-</u>
At 31 August 2022	<u>-</u>

The investment property is Flats 20 to 24 Southcroft, Psalter Lane, Sheffield. The property was held on a 999 year lease expiring July 2988 at an annual rent of a peppercorn. The property was disposed of during the year.

	2022 £	2021 £
Long leasehold	-	200,000

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

14 Fixed asset investments

	Listed investments £	Government Bonds £	Cash in portfolio	Total £
Cost or valuation				
At 1 September 2021	364,043	-	28,958	393,001
Additions	165,061	85,223	-	250,284
Valuation changes	(7,812)	(6,300)	-	(14,112)
Net movement in cash	-	-	(8,452)	(8,452)
Disposals	(319,588)	-	-	(319,588)
At 31 August 2022	201,704	78,923	20,506	301,133
Carrying amount				
At 31 August 2022	201,704	78,923	20,506	301,133
At 31 August 2021	364,043	-	28,958	393,001

	2022 £	2021 £
Investments at fair value comprise:		
Government bonds	78,923	-
Equity shares	166,375	169,369
Investment trusts and unit trusts	35,329	194,674
Cash on deposit	20,506	28,958
	301,133	393,001

15 Financial instruments

	2022 £	2021 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	201,704	364,043

16 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	6,285	3,132
Other debtors	3,527	38,482
Prepayments and accrued income	2,434	2,166
	12,246	43,780

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

17 Creditors: amounts falling due within one year

	2022 £	2021 £
Other taxation and social security	-	3,035
Trade creditors	24,355	4,287
Other creditors	659	659
Accruals and deferred income	13,712	10,363
	<u>38,726</u>	<u>18,344</u>

18 Provisions for liabilities

	2022 £	2021 £
Retirement benefit obligations	19 186,166	327,000
	<u>186,166</u>	<u>327,000</u>

Movements on retirement benefit obligations:

	£
At 1 September 2021	327,000
Contributions paid in year	(93,967)
Actuarial (gains)/losses in year	(46,867)
At 31 August 2022	<u>186,166</u>

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

19 Retirement benefit schemes

Scheme characteristics and nature of the benefits provided

The Principal Employer (The Leaders of Worship and Preachers Homes) operates a final salary defined benefit scheme for its employees.

The Scheme commenced on 1 January 1975 and is now closed to future accrual.

Pension benefits are based on length of pensionable service and final salary.

The Scheme is managed by a board of trustees.

We have estimated the average duration of the past service liabilities to be approximately 20 years.

Funding arrangements

The Scheme operates within the standard UK regulatory framework for employer-sponsored pension schemes. Funding rates are agreed between the pension trustees and the Principal Employer, based on a prudent assessment of the Scheme's liabilities.

Under the regulations, a funding valuation is required to take place every three years. If the valuation shows that the pension scheme is in deficit, contributions to eliminate the deficit will be payable over an agreed period.

Under the Schedule of Contributions agreed as part of the actuarial valuation as at 1 April 2014, it was agreed that the Principal Employers will pay deficit contributions of £11,000 per month until 1 December 2022, of which LWPT as the Secondary Employer agreed to pay 10%.

Following the triennial valuation as of 1 April 2020, the Scheme remained in deficit and it was proposed by the Pension Trustees that total monthly contributions needed to increase to £12,083. LWPT, as the Secondary Employer agreed to their responsibility of contributing 10% of this new monthly deficit repayment. Based on the current Schedule of Contributions, the employer expects to pay contributions in the region of £17,424 to the scheme during the next accounting period.

Risk exposure

Since the Scheme is a defined benefit arrangement, the benefits payable to Scheme members are not directly related to the amount of the assets.

The Employer is exposed to the risk of the Scheme's assets being insufficient to meet the benefits payable. Risks arise due to uncertain future investment returns, future levels of inflation, and future changes to life expectancy.

Sensitivity Information

A 0.1% decrease in the discount rate assumption would increase obligations by around £70,000.

A 0.1% increase in the assumed rates of inflation would increase obligations by around £10,000.

A 0.5% increase in the assumed long term rate of future mortality improvements would increase obligations by around £90,000.

These sensitivity figures ignore the effect on the annuities, as any change in the liability value would be matched by a change in the asset value and the net effect would be zero.

The pension deficit is split between LWPHomes (90%) and LWPT (10%) and the annual payments to the pension scheme are paid using the same apportionment.

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

19 Retirement benefit schemes

(Continued)

Under the definitions set out in Financial Standards (FRS 102), the Methodist Local Preachers Mutual Aid Association Pension Scheme is a multi-employer pension scheme.

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

19 Retirement benefit schemes

(Continued)

The following FRS102 calculations have been carried out by an independent qualified actuary and relate to LWPT's share of the Methodist Local Preachers Mutual Aid Association Pension Scheme.

	2022 £'000	2021 £'000
Defined benefit obligation	458	655
Fair value of scheme assets	310	443
Net defined benefit liability	(148)	(212)
Unrecognised surplus	-	-
Net defined benefit liability after allowance for surplus restriction	(148)	(212)
Analysis of Statement of Financial Activities charge		
	2022 £'000	2021 £'000
Net interest expense on net defined benefit liability	3	4
Total pension expense / (credit) recognised in Statement of Financial Activities	3	4
Principal actuarial assumptions at the balance sheet date:		
	2022	2021
Discount rate	3.97%	1.73%
RPI inflation rate	3.35%	3.34%
Pension increases in payment - RPI max 5%	3.19%	3.18%
Pension increases in deferment - 5% fixed	0	0
Commutation (% of pension)	0	0
Post-retirement mortality	S3PA CMI 2021 [1%]	S3PA CMI 2020 [1%]
Reconciliation of defined benefit obligation over the year	2022	2021
Defined benefit obligation at the start of the year	655	666
Interest expenses on defined benefit obligation	11	11
Remeasurement - effect of experience adjustments (gain) / loss	(197)	2
Remeasurement - effect of changes in assumptions (gain) / loss	4	(11)
Benefits paid	(15)	(13)
Settlements	-	-
Defined benefit obligation at the end of the year	458	655

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

19 Retirement benefit schemes

(Continued)

Changes in the fair value of scheme assets are as follows:	2022	2021
Fair value of scheme assets as at the start of the year	443	429
Interest income on scheme assets	8	7
Remeasurement - return on scheme assets excluding interest income (gain) / loss	(142)	4
Contributions by the Employer	16	16
Benefits paid	(15)	(13)
	<hr/>	<hr/>
Defined benefit obligation at the end of the year	310	443
	<hr/>	<hr/>
Remeasurements recognised in Other Comprehensive Income (OCI)	2022	2021
	£'000	£'000
Remeasurement - effect of experience adjustments (gain) / loss	(142)	4
Remeasurement - effect of changes in assumptions (gain) / loss	197	(2)
Remeasurement - return on plan assets excluding interest income (gain) / loss	(4)	11
	<hr/>	<hr/>
Total remeasurement gain / (loss) recognised in OCI	51	13
	<hr/>	<hr/>
Reconciliation of funded position	2022	2021
	£'000	£'000
Net defined benefit liability at start of year	212	237
Expense recognised in Statement of Financial Activities	3	4
(Gain) / loss recognised in OCI	51	(13)
Contributions by the Employer	(16)	(16)
	<hr/>	<hr/>
Net defined benefit liability at end of year	148	212
Closure rectification costs	38	115
	<hr/>	<hr/>
Total defined benefit liability at end of year	186	327
	<hr/>	<hr/>

During the period the charitable company made contributions to the fund of £17,133.

The charitable company operates a defined contribution pension scheme for the benefit of the employees. The scheme and its assets are held by and administered by independent managers.

The total contributions charged to the Statement of Financial Activities during the period are £8,994 (2021: £5,483).

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

20 Restricted funds

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

	Movement in funds			Movement in funds			Balance at
	Incoming resources	Resources expended	Balance at 1 September 2021	Incoming resources	Resources expended	Balance at 1 September 2022	£
MLPMAA - General Purposes Fund	66,181	(8,542)	286,070	61,579	(8,695)	338,954	
Owen Fund	-	-	11,110	-	-	11,110	
	66,181	(8,542)	297,180	61,579	(8,695)	350,064	

The MLPMAA General Purposes Fund is funds given to be spent on the objects of the former Methodist Local Preachers Mutual Aid Association as defined in its rule book.

The Owen Fund represents a legacy which is restricted to the use of the income arising on the capital.

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

21 Analysis of net assets between funds

Fund balances at 31 August 2022 are represented by:

Investment properties
Investments
Current assets/(liabilities)
Provisions

Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total 2021 £
-	-	-	200,000	-	200,000
290,023	11,110	301,133	381,891	11,110	393,001
787,560	338,954	1,126,514	329,681	286,070	615,751
(186,166)	-	(186,166)	(327,000)	-	(327,000)
891,417	350,064	1,241,481	584,572	297,180	881,752

THE LEADERS OF WORSHIP AND PREACHERS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

22 Operating lease commitments

At the reporting end date the charitable company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022 £	2021 £
Within one year	1,462	17,550
Between two and five years	-	1,462
	<u>1,462</u>	<u>19,012</u>

23 Related party transactions

There were no disclosable related party transactions during the year.

24 Cash generated from operations

	2022 £	2021 £
Surplus for the year	312,862	19,905
Adjustments for:		
Investment income recognised in statement of financial activities	(13,876)	(37,007)
Loss/(gain) on disposal of investments	13,464	(5,208)
Fair value gains and losses on investment properties	-	25,000
Fair value gains and losses on investments	14,112	(36,402)
Difference between pension charge and cash contributions	46,867	8,976
Movements in working capital:		
Decrease/(increase) in debtors	31,534	(14,296)
Increase/(decrease) in creditors	20,382	(10,938)
Decrease in provisions	(140,834)	(25,000)
Cash generated from/(absorbed by) operations	<u>284,511</u>	<u>(74,970)</u>

25 Analysis of changes in net funds

The charitable company had no debt during the year.

